

SECURITIES EXCHANGE

Compliance with licensing requirements

Regulation 3 of the Capital Markets (Licensing Requirements) (General) Regulations, 2002

Requirement

1. Duly completed and executed application form **(Form 1 in duplicate)**
2. Certified copy of Certificate of Incorporation
3. Certified Copy of Memorandum and Articles of Association (with objects that allow the company to carry out business for which the approval is sought and in accordance with Regulation 3 of the Capital Markets (Licensing Requirements)(General) Regulations, 2002)
4. Applicant's Rules (in accordance with Regulation 4 of the Capital Markets (Licensing Requirements)(General) Regulations, 2002)
5. Details of the proposed trading system providing trading for:
 - i. a trading facility at which all bids to purchase and offers to sell are exposed to each other and at which members of the public are granted an opportunity to witness trading
 - ii. a transparent and efficient pricing mechanism which:-
 - displays the best offer and bid prices
 - provides for automatic matching
 - displays the highest and lowest prices, the latest transactions as well as the volume of securities traded
 - has an audit trail and trace back mechanism for all transactions
 - has sufficient internal controls and security measures to ensure that only authorized persons have access
 - provides for integration with a central depository system
 - Maintains records of all transactions and retrieves such records as may be necessary
6. Procedure and appropriate system of exercising self regulation over members
7. Code of conduct for members
8. Evidence of adequate trading surveillance and compliance capacity
9. Procedure for dispute resolution
10. Names of Eight (8) nominees

11. Comprehensive CVs for the directors and key personnel (as defined under Regulation 53 (2) of the Capital Markets (Licensing Requirements) (General Regulations, 2002)
12. Duly completed Fit & Proper Forms for directors and key personnel
13. Certified copies of Certificates of Good Conduct for directors and key personnel