



SPECIAL GAZETTE

NUMBER : S14-2002

DATE: 3rd September 2002

GENERAL INFORMATION

DIRECTIVES

1. Please note that with immediate effect the Operational Market Windows directive reference will be changed from Directive **SCA** to Directive **SCC**.
2. Following approval by STRATE Board, the attached Directive **SCE – Same Day Settlement** will be implemented with immediate effect.
3. Please note that as a result of the introduction of Directive **SCE – Same Day Settlement** paragraph 2, a consequential change has been made to the definition of a “Same Day Transaction” in paragraph 1.5.5 of Directive **SCV – Best Practices for Off-Market Trades** as follows :

*“Same day off-market trades will not be permitted. (Off market trades booked to the CSD on the same day as settlement occurs, irrespective of the **actual** trade date, will be considered a same day transaction.)”*

MARIA VERMAAS
Head – Regulations

3rd September 2002



DIRECTIVE SCE – SAME DAY SETTLEMENT

1. INTRODUCTION

The purpose of this document is to regulate same day settlement within controlled parameters.

2. DEFINITION

Same day settlement means a trade booked to the CSD on the same day on which settlement occurs, irrespective of the actual trade date.

3. APPLICABILITY OF THIS DIRECTIVE

3.1 The prohibition against same day off-market trades and same day settlement for securities lending and borrowing transactions as stipulated in **Directive SCV - Best Practices for off-market trades** applies.

3.2 The prohibition against same day orders as stipulated in **Directive SCC - Operational Market Windows** applies.

3.3 Notwithstanding paragraphs 3.1 and 3.2 above, same day settlement may be allowed at the discretion of the CSD if :

- The request for the same day settlement has been sent by the CSD Participant by electronic means to beverleyb@jse.co.za and stratehelpdesk@jse.co.za before 13H00 in order to allow sufficient time for consideration, approval and processing before the third SAMOS payment run;
- the prior approval in electronic form is obtained from the Head of Supervision of STRATE Ltd and
- an administration fee of R10 000 per transaction is paid to STRATE Ltd.

3.4 Where a same day settlement has been allowed in terms of this Directive, the instruction must be reported, matched and committed by the CSD Participant by no later than 14H00 on settlement date.

3.5 Same Day Settlement orders may not be linked via back-to-back functionality.

3.6 Prior to requesting authority for the same day settlement as stated in 3.3 above the CSD Participant must have evaluated, and assumed responsibility for, the potential corporate action implications resulting from a same day settlement. The intention to conclude a same day settlement must also have been communicated to STRATE's Corporate Action division.

3.7 Where a same day settlement has been allowed in terms of this Directive, it will not attract a penalty as stipulated in **Directive SCP – Penalty Schedule 2 based on Directive SCV**.

3.8 A same day settlement that has been allowed in terms of this Directive will not count against the respective CSD Participant's Performance Rating done by STRATE Ltd.