RULEBOOK OF NIGERIAN EXCHANGE LIMITED

PROPOSED AMENDMENT TO TRADING LICENCE HOLDERS’ RULES

RULE 7.1: MINIMUM CAPITAL REQUIREMENTS

Legend: Additions are underlined and bolded, deletions are struck through

Rule 7.1: Minimum Capital Requirements

(1) The minimum capital requirement for every Dealing Member Trading License Holder on the respective Trading License issued shall be as prescribed by the Securities and Exchange Commission relevant government regulator(s) and The Exchange from time to time. Provided that all Dealing Members Trading License Holders shall also meet the minimum requirements and standards as prescribed by The Exchange from time to time for the following:

   (a) Technology,
   (b) Manpower and equipment,
   (c) Organizational structure and governance,
   (d) Effective processes,
   (e) Global competitiveness.

(2) Trading License Holders shall be under an obligation to maintain the minimum capital requirements set by the SEC, CBN and other relevant government regulatory(s) entities from time to time;

(3) The Exchange shall put in place a mechanism to monitor the capital adequacy of Trading License Holders on a daily basis;

(4) Where the capital adequacy of the Trading License Holder falls below the minimum requirement, the Trading License Holder shall be suspended immediately and be required to shore up its capital within twenty-four (24) hours required to immediately notify The Exchange of the reduction in capital and provide a plan to shore up its minimum capital within the allowable time prescribed by SEC;

(5) Any Trading License Holder that violates sub-rule 4 above, shall be suspended from trading for such period as may be determined by The Exchange.