

THE SECURITIES ACT

Regulations made by the Minister under section 154 of the Securities Act

1. These regulations may be cited as the Stock Exchange (Brokerage) (Amendment) Regulations 2021.
2. In these regulations, “principal regulations” means the Stock Exchange (Brokerage) Regulations.
3. The principal regulations are amended –
 - (a) in regulation 2 –
 - (i) by deleting the definition of “CDS”;
 - (ii) by inserting, in the appropriate alphabetical order, the following definitions –

“Clearing & Settlement Facility” means a clearing & settlement facility licensed under the Act 2005”

“Chief Executive” has the same meaning as in the Financial Services Act;
 - (b) by deleting regulation 3 and replacing same by –
 3. (1) Every investment dealer licensed under that Act may, after the completion of each transaction on a securities exchange, recover from its client the amount payable as brokerage fee.
 - (2) The brokerage fee claimed by an investment dealer from its client shall be a fair amount with regard to the value of the consideration of the transaction, after taking into consideration factors such as costs, fees payable to the securities exchange, the clearing and settlement facility and the Commission.
 - (3) Every investment dealer must publish its maximum brokerage fee prominently on its website disclosing the information prescribed in the schedule to these Regulations.
 - (4) The Chief Executive reserves the right to require the maximum brokerage fee to be revised downwards if, in the opinion of the Chief Executive, it is excessive The amount payable to the Commission shall be 0.05% of the value of the consideration of the relevant transaction.
 - (5) The brokerage fee claimed by an investment dealer from its client shall –
 - (a) be in respect of equity transaction only;
 - (b) be disclosed to its client together with the amounts payable to the investment dealer, the securities exchange, the clearing and settlement facility and the Commission in respect of the relevant transaction;

(c) in the **SCHEDULE**, by deleting in the table, the following columns –

- (i) Investment dealer;
- (ii) Securities Exchange;
- (iii) CDS; and
- (iv) Total fee claimed for apportionment.

Made by the Minister on xx