



Stockbrokers And Financial Advisers Association Limited

The ASIC Market Integrity Rules (ASX Markets) 2010 Responsible Executive Examination and The Clearing & Settlement Examination

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ASXCR 2.10 Definitions (family trust, family company, unprofessional conduct)

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ASXCR 12.2 Novation
ASXCR 12.17 Discharge of Net Clearing Obligations
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13. Derivatives CCP Contracts – Transfers, Close-outs and Adjustments

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14. Derivatives – Risk Management

ASXCR 14.6.1 Participants to provide Cover
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15. Default

ASXCR 15.1 Events of Default
ASXCR 15.2 ASX Clear powers on Default

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ASXCR 16.1 Actions on State of Emergency

18. Disputes and Complaints

ASXCR 18.2.2 Register of Complaints and Correspondence
ASXCR 18.2.3 Records to be kept 5 years

19. Compliance, Enforcement Actions and Appeals

ASXCR 19.1 Monitoring compliance
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ASXCR 20.1 Exercise of Options CCP Contracts

ASX Enforcement & Appeals Rules

ASXE&AR 2.1 Grounds for disciplinary action

ASXE&AR 2.2 Exercise of powers of ASXCR in disciplinary proceedings

ASXE&AR 3.1&Proc.3.1 Appeals

ASXE&AR 3.5&3.6 Appeal process

Schedules to the ASX Clear Operating Rules

Schedule 1 Risk based capital requirements (refer below)

Schedule 3 Clearing agreement – minimum terms

Risk Based Capital Adequacy Requirements

Candidates will be required to understand the following concepts under MIR Schedule 1A and ASX Clear (Schedule 1)

Counterparty Risk Weightings	Core Liquid Capital	Position Risk Requirement Definition
Obligations of Participants	Large Exposure Risk Requirement	Large Exposure Risk Requirement Definition
Approved Subordinated Debt	Excluded Liability	Operational Risk Requirement Definition
Excluded Asset	Guarantees and Indemnities	Operational Risk Amount
Returns and Registers		

ASX Settlement Operating Rules

2. Definitions

ASXSR 2.10 Definitions (HIN)

3. Functions Powers Rights and Obligations of ASX Settlement

ASXSR 3.3.1 Waiver

4. Participation in the Settlement Facility

ASXSR 4.9 Performance Bonds

ASXSR 4.15 Resignation of Participation

6. Rights and Obligations of Participants

ASXSR 6.3.3 Holding under Control of a Participant

ASXSR 6.3.4 Settlement & accumulation accounts

ASXSR 6.3.5 Financial products in a settlement or accumulation holding

ASXSR 6.14 Reporting and record keeping obligations

7. Participant Client Arrangements

ASXSR 7.1.5 Death of a Holder

ASXSR 7.1.8 Information to be provided to Participant Sponsored Holder

ASXSR 7.2.2 Mandatory provisions of a sponsorship agreement

8. Holding Financial Products in the Settlement Facility

ASXSR 8.7.1 Restrictions on establishing a holder record

ASXSR 8.11.1 No disclosure except in certain circumstances

ASXSR 8.15.8 Notification of death or bankruptcy of a Participant Sponsored Holder

9. Transfers of Financial Products

ASXSR 9.12.7 Participant to check registration details

ASXSR 9.12.8 Rectifying errors

12. Supervision, Disciplinary Matters etc

ASXSR 12.1 Monitoring compliance

ASXSR App 3 Proforma sponsorship agreement clause 2.1.3

ASXE&AR 2.1 Grounds for disciplinary action

ASXE&AR 2.2 Exercise of powers of ASXS in disciplinary proceedings

ASXE&AR 3.1&Proc.3.1 Appeals

ASXE&AR 3.5&3.6 Appeal process

Corporations Act

S794D ASIC's power to give directions

S911A(2) & (6) Need for an Australian Financial Services Licence

S912D Obligation to notify ASIC of certain matters

S912A Obligations of Financial Services Licensees

S941A(1) Obligation to give a financial services guide

S946B Situations in which a statement of advice is not required (including Regulation 7.7.10AE)

S946C Timing of giving statement of advice

S947B Statement of advice given by financial services licensee (including Regulation 7.7.11)

S947C Statement of advice given by authorised representative

S961B Provider must act in client's best interests

S961H Obligation to warn client if advice based on incomplete or inaccurate information

S961J Provider to give priority to client's interests

S963A-C, E Conflicted remuneration

S981A-C Obligation to pay money into an account (including Regulation 7.8.02)

S982B Loan Money

S1041 The prohibited conduct (other than insider trading prohibitions)

S1042 & 1043 The insider trading prohibitions

S1020B Short selling of securities & permitted short sales (including Class Order 09/1051)

S1101C Preservation and disposal of records

ASIC Act

S31 Notice to produce books about financial products

S37 Powers where books produced or seized

ASIC Market Integrity Rules (ASX Markets) 2010

1. Introduction

MIR 1.2.1 Waivers

MIR 1.4.3 Definitions (automated order processing, prescribed persons, family company, family trust & unprofessional conduct)

2. Participants and Representatives

MIR 2.2 Insurance

MIR 2.5.4 Responsibility of Trading Participants

MIR 2.5.5 DTR Criteria

MIR 2.5.6 Allocation of Unique Identifiers

3. Client Relationships

MIR 3.1 New clients

MIR 3.2 Trading as principal
MIR 3.3.2 Discretionary accounts
MIR 3.4 Reporting to clients
MIR 3.5 Client money and property
MIR 3.6 Prohibition of advice to clients

4. Records

MIR 4.1 Trading Records
MIR 4.2.2 Client complaints

5. Trading

MIR 5.1 Client order priority
MIR 5.1.8 Allocation policy and automated order processing crossings
MIR 5.4 Transactions by connected persons
MIR 5.5.3 Trading Management arrangements
MIR 5.6 Automated Order Processing
MIR 5.7 Manipulative trading
MIR 5.9 Fair and orderly markets
MIR 5.10.1&2 Dealing in cash market products for which official quotation is required
MIR 5.10.4 Dealing in cash market products suspended from Official Quotation
MIR 5.10.5 Disclosure of shortfall
MIR 5.10.7 Nominee Holdings
MIR 8 Capital Liquidity Requirements
Schedule 1A (Risk based requirements) See table above