

INSTRUCTION N° IN-2019-038

(Only the french version prevails)

Event

Reporting and recording terms of definitive transfers of ownership in the context of securities lending operations

- INSTRUCTION SUBJECT

Reporting and recording terms of definitive transfers of ownership in the context of securities lending operations

- REFERENCES

In accordance with the Royal Decree (Dahir) N°1-16-151 of 21st Dhou al Qi`da 1437 (August 25th, 2016), relating to the law N°19-14 on the Stock Exchange, Brokerage Firms and Financial Advisors, namely sections 5 and 6 ;

Given the provisions of the Stock Exchange's General Regulation, approved by the Ministerial Order N°2208-19 of the 29th Chaoual 1440 (July 3rd, 2019), namely section 4.4.4, 4.4.5 and 4.3.6;

The following has been decided:

- INSTRUCTION LINK

ARTICLE 1

In the event of termination of a securities lending operation, the parties must, within five (5) trading days from the date of termination of the said securities lending operation, declare the definitive transfer operation to the stock exchange, through the intermediary of the approved brokerage firms appointed by them, to be registered.

ARTICLE 2

Quantity of securities subject to final transfer	Valuation prices
Quantity less than the minimum block size of the instrument being contributed	Reference price of the financial instrument on the day of termination of the securities lending operation
Quantity greater than the minimum block size of the instrument being contributed	The closing price of the financial instrument at the previous trading session on the day of termination of the securities lending operation, adjusted in the case of OSTs or public offerings, decreased or increased by a maximum variation margin of 10% for equity securities traded on a continuous trading cycle basis and 6% for equity securities traded on a fixed trading cycle basis.

ARTICLE 3

The present instruction repeals and replaces instruction n°026/19.

ARTICLE 4

The current instruction will come into effect as of December 9th, 2019.