

ANNOUNCEMENT OF RULES & REGULATION OF SECURITIES **COMMISSION OF ZIMBABWE**

The Securities Commission of Zimbabwe is pleased to announce the publication through the Government Gazette, of the Securities (Registration, Licensing and Corporate Governance) Rules, SI 100/2010 on the 4th of June 2010, **S.I 100 of 2010**. The Securities Commission of Zimbabwe (SECZ) was established in terms of Section 3 of the **Securities Act [Chapter 24:25]**. Its main objectives are to:

- Provide high levels of investor protection
- Reduce system risk
- promote market integrity and investor confidence
- Prevent market manipulation, fraud and financial crime
- Ensure transparency in capital and securities markets and
- Promote investor education.

In fulfillment of the above objectives, Section 118 of the **Securities Act [Chapter 24:25]** empowers SECZ to make Rules which in the Commission's opinion are necessary or convenient to be prescribed for giving effect to the Commission's objectives and the provisions of the Securities Act. The recently published rules achieve the set objectives.

The rules enable/ empower SECZ to:

- Regulate trading and dealing in securities

- License, supervise and regulate the following licensed players so as ensure that high standards of professionalism and integrity are maintained, in fulfillment of Section 38 of the Securities Act.
 - Securities dealers,
 - Securities investment advisers,
 - securities investment management,
 - Securities trustees,
 - Securities transfers and securities custodians
- Prescribe qualifications for licensed players
- Register, supervise and regulate securities exchanges
- Prescribe the qualifications of board members and Board composition of Securities Exchanges
- Mandate licensed persons to maintain trust accounts
- Give guidelines on a corporate governance framework to be adhered to by registered securities exchanges and licensed persons.
- Prescribe fees and levies to be paid by licensed persons.

The Securities Commission encourages all market players to procure copies of the Rules from Printflow (Pvt) Ltd, as they are integral to their operations.

For further enquiries, please contact the Securities Commission of Zimbabwe.

Inserted by

FOR AND ON BEHALF OF THE COMMISSION.

A.D. CHIRUME

Chief Executive Officer