

## Guidance Newsletter on the Jordan Securities Commission

Supplement to the Conventions which shall be concluded with the customers dealing with the Foreign Stock Exchanges

Dear Investor:

This newsletter is aim to introduce you to deal with the Foreign Stock Exchanges & risks related thereto, therefore, keen to read this guidance newsletter carefully before taking any step towards dealing with the foreign stock exchanges & signing the same when concluding the agreement which shall be considered as integral part of it under the penalty of perjury the invalidity of the agreement.

### **What is dealing with the Foreign Stock Exchanges**

Dealing with the foreign stock exchanges means purchasing & selling the securities of its different type or the foreign currencies or the precious metals or any commodities or other financial instruments at any stock exchange located outside of the Hashemite Kingdom of Jordan`s borders.

### **Dear investor, before you decide to deal with the Foreign Stock Exchanges, you should know the following:**

- 1- Your dealing with the Foreign Stock Exchanges shall be governed by the Regulating Dealing in Foreign Exchanges law no. (1) for 2017 & "**Regulating Dealing the financial services companies with the Foreign Stock Exchange instructions**" enforce where, it shall be read & understood it very well.
- 2- You have to make sure that the company which you are desire to deal with is licensed by the Jordan Securities Commission to practice this activity.
- 3- The relationship between you and the company shall be organized through an agreement was prepared previously by the company, which should be read carefully & discussing it items by signing the same shall be considered binding you.
- 4- You have to make sure of the property registering mechanism, the instructions regarding dealing the financial services companies with the Foreign Stock Exchanges have licensed registering the securities or the financial instruments or commodities or currencies through the accumulative account, which is an account has concluded purchasing & selling processes through at the Foreign Stock Exchanges, and it is opened under the name of the local broker at the account of the foreign broker & for

the favor of his clients, which means in case of dealing with the company through such a type of account, then the Foreign Stock Exchanges transactions shall not registered your name directly, which may leads to some risks such as impound or foreclosure on the account which has been registered on, which also may applied on your money kept at the foreign broker by the local broker which may be exposed to any impounds or foreclosures may reach these funds or the financial instruments without holding the Jordan Securities Commission any liability.

5- Make sure that you have received a copy translated to the Arabic Language of any agreement related to transactions belongs to you at the Foreign Stock Exchanges.

6- You have to know that there are additional risks related to the Foreign Stock Exchanges transactions subject-matter, for example but not limited to:

- The foreign broker bankruptcy risks.
- Exchange rate risks.
- Interruption of communication means risks.
- Political & legislative risks related to these markets.

7- Make sure of & verify all the transactions & orders regularly.

Dear Investor:

Issuing the law that regulating dealing with Foreign Stock Exchanges has entrusted the Securities Commission to regulate dealing the financial services companies with the Foreign Stock Exchange for the purpose of protecting the investors from the risks resulted from this dealing.

### Acknowledgment & Undertaking

Referring to the agreement related to transactions concluded at the Foreign Stock Exchanges signed by me, I.....with Messrs .....company, I hereby acknowledge that I have read the instructions which regulating dealing the financial services companies with the Foreign Stock Exchanges in addition to the agreement items & the Guidance Newsletter issued from the Foreign Stock Exchanges, as well as, I undertake to comply with the regulations in force & any amendments that may issue therefore by the authorized Foreign Stock Exchanges Board Members & Representatives & arranging my situation accordingly.

Name:

Signature:

Date:

---

Equiti Group Limited Jordan | 7th circle, Zahran Plaza Building, 7th floor, Office 703, Amman, Jordan

Equiti Group Limited Jordan is a registered trading name in Jordan (Registration Number. 50248), which is authorized and regulated by the Jordan Securities Commission.