



Jordan Securities Commission

Guiding Leaflet issued by Jordan Securities Commission annexed to the agreements to be concluded with clients dealing in foreign stock exchange

Dear Investor:

This leaflet aims at introducing you to dealing in foreign stock exchange and related risks; kindly read it carefully before proceeding with any step for dealing in foreign stock exchange and sign it upon concluding contract as it is considered as part and parcel and may render agreement null.

What is dealing in foreign stock exchange?

Dealing in foreign stock exchange means purchasing and selling stocks of different types, foreign currencies, precious metals or any other commodities or financial tools in any stock exchange market located outside the borders of the Hashemite Kingdom of Jordan.

Dear investor; before taking the decision of dealing in stock exchange, you must know the following:

- 1- Your dealing in stock exchange is subject to the law of regulating dealing in foreign stock exchange no. 1 of the year 2017 along with the valid instructions of regulating financial services' companies dealing in foreign stock exchange, which shall be well read and understood
- 2- You must ensure that the company through which you wish to be dealing is licensed by Jordan Securities Commission for practicing such activity
- 3- Regulate relation between you and the company through a previously prepared agreement by them; to be well read and discussed before signing as it is considered abiding for you
- 4- You must check the mechanism of property registration; as the instructions of financial services' companies dealing in foreign stock exchange allowed registering stocks, financial tools, commodities or currencies through the aggregate account, through which purchase and sale in foreign stock exchange is done, which is opened in the name of the local mediator at the foreign mediator and for its clients; i.e. in case of dealing with the company through this account; then dealing in foreign stock exchange is not direct



registered in your name; and this includes some risks such as seizure or mortgage upon account of registration, which is also applied to your funds at the foreign mediator and through the local mediator which might be subject to any seizures or mortgages that might be affecting such funds or financial tools without bearing any responsibility by Jordan Securities Commission.

- 5- Make sure to obtain a copy of Arabic translation for any agreement related to your dealing if foreign stock exchange
- 6- You must recognize that there are additional risks related to the subject of dealing in foreign stock exchange such as for example but not limited to:
 - External mediator insolvency risks
 - Exchange rates risks
 - Communication means disconnection risks
 - Political and legislative risks of the markets
- 7- Check all processes and orders periodically

Dear Investor:

The issuance of regulating dealing in foreign stock exchange law entitled Jordan Securities Commission of regulating dealing of financial services companies in foreign stock exchange for protecting investors from related risks

Acknowledgment and Undertaking

With reference to the agreement of dealing in foreign stock exchange signed by me
..... with Messrs.

..... Company, I confirm reviewing the instructions of regulating dealing of financial services companies in foreign stock exchange as well as all agreement clauses and the guiding leaflet issued by Jordan Securities Commission; and I undertake commitment to the applicable instructions along with any amendments that might be taking place by the Council of Deputies in the Commission and settlement accordingly.

Name:

Signature:

Date: