



## **Guiding Bulletin Issued by the Jordan Securities Commission (JSC) Annex to the Agreements which will be concluded with Clients Dealing in Foreign Stock Exchanges in Accordance with the Provision of Article (16/2) of the Instructions of Regulating the Dealing of Financial Services Companies at Foreign Stock Exchanges in Force**

### **Dear Investor:**

This Guiding Bulletin aims to brief you about dealing with Foreign Stock Exchanges and risks related thereto. Therefore, please make sure to read this Guiding Bulletin carefully:

1. The legal instructions regulating your dealing with Financial Services Companies at Foreign Stock Exchanges shall be cited as the “Regulating the Dealing at Foreign Stock Exchanges Law” and the “Instructions of Regulating the Dealing of Financial Services Companies at Foreign Stock Exchanges” approved by the Board of Commissioners decision No. (290/2019), dated November 27, 2019. You can review both documents on the Commission’s website (www.jsc.go.jo).
2. You have to make sure that the Company which you desire to deal with is licensed by the Jordan Securities Commission and is authorized to practice authorized Financial Brokerage activities.
3. The relationship between you and the Company shall be governed by an agreement, which you should thoroughly read and understand along with its provisions before signing.
4. Make sure you have received a copy of the dealing agreement and its annexes.
5. Make sure that all fees, and commissions charged on your dealings are documented in the dealing agreement or its annexes.
6. Make sure that your buy and sell orders are executed promptly.
7. Make sure you thoroughly understand the Company’s deposit and withdrawal policies and verify their execution promptly.

Client Name: .....

Client Signature: .....

Date: .....

The Client’s Copy



8. Prior to dealing at Foreign Stock Exchanges, make sure to identify the investing strategy you desire to adopt.
9. Make sure you understand the mechanism of registering purchased ownership whereas Article (1) of the aforementioned instructions allowed the registering of ownership opened with the foreign broker under the name of the local broker and on behalf of its clients through what is known as “Omnibus Account,” which can put your account at risk of seizure or foreclosure.
10. Be aware of the additional risks related to dealing at Foreign Stock Exchanges, for example:
  - Foreign broker bankruptcy risks.
  - Exchange rate risks.
  - Political and legislative risks related to these markets.
  - Slippage-related risks.
11. Make sure you close all your opened positions before the end of the last trading day for the week as a precaution against any slippage-related risks.
12. Avoid investing funds you are in need of at the time of investing, considering you might lose said funds.
13. Use leverage trading wisely, as it is a two-edged sword with an equal chance of doubling your money or losing it.
14. Make sure you fund your account constantly to evade having your opened positions automatically closed in the event of reaching the margin call specified in the dealing agreement or its annexes signed by you and the Company.
15. Make sure you are aware of the Company’s spread policy as specified in the dealing agreement or its annexes signed by you and the Company.

Client Name: .....

Client Signature: .....

Date: .....

The Client’s Copy



## The Agreement and the Guiding Bulletin Acknowledgment and Commitment

With reference to the agreement of Dealing at Foreign Stock Exchanges signed by myself, with Messrs. .... Company, I,....., hereby confirm that I have read the Instructions of Regulating Dealing of the Financial Services Companies at Foreign Stock Exchanges in addition to the Agreement provisions and the Guiding Bulletin issued by the Jordan Securities Commission and that I have obtained a copy of the said documents; moreover, I hereby undertake to comply with the regulations in force and any amendments that might be taking place by the JSC Board of Commissioners and arranging my situation accordingly.

Client Name: .....

Client Signature: .....

Date: .....

The Client's Copy