

## STOCK EXCHANGE (BROKERAGE) REGULATIONS 1989

### GN 119/89 - Section 53 - 15 July 1989

1. These regulations shall be cited as the Stock Exchange (Brokerage) Regulations 1989.
2. In these regulations –
  - “Act” means the Securities Act 2005;  
**[SA 2005]**
  - “CDS” means the company incorporated under the Companies Act as the Central Depository and Settlement Company Limited;  
**[73/96]**
  - “Commission” means the Financial Services Commission established under the Financial Services Act 2007;  
**[13/01]**
  - “investment dealer” means a person licensed under section 29 of the Securities Act 2005;  
**[SA 2005]**
  - “Securities Exchange” means a securities exchange licensed under the Securities Act 2005.  
**[SA 2005]**
3.
  - (1) Every investment dealer licensed under that Act may, after the completion of each transaction on a securities exchange, recover from its client the amount payable as brokerage fee.
  - (2) The brokerage fee claimed by an investment dealer from its client shall not exceed **1.25** per cent of the value of the consideration for the relevant transaction.
  - (3) The brokerage fee claimed by an investment dealer from its client shall-
    - (a) in respect of a transaction, other than a transaction relating to bonds or debentures, for a value specified in the first column of the Schedule, not exceed that percentage of the value, corresponding to the transaction, which is specified in the last column of the Schedule;
    - (b) be apportioned among the investment dealer, the securities exchange, the Commission and the CDS as specified in the second, third, fourth and fifth columns of the Schedule, respectively.  
**[73/96; 13/01, SA 2005]**
4. An investment dealer shall not recover or receive any sum above the brokerage fee allowed under these regulations.

## SCHEDULE

(regulation 3)

<b>Value of Transaction</b>	<b>Investment dealer</b>	<b>Securities Exchange</b>	<b>The Commission</b>	<b>CDS</b>	<b>Total fee claimed for apportionment</b>
Rs	%	%	%	%	%
<b>Not exceeding 3 million</b>	0.75	0.25	0.05	0.20	1.25
<b>More than 3 million but not exceeding 6 million</b>	0.70	0.25	0.05	0.15	1.15
<b>More than 6 million but not exceeding 10 million</b>	0.60	0.25	0.05	0.15	1.05
<b>More than 10 million</b>	0.50	0.25	0.05	0.10	0.90

[73/96;13/01,SA2005]