

**PROPOSED AMENDMENT TO  
ADDITIONAL QUALIFICATIONS OF A DEALING PARTICIPANT**

<b>PROPOSED AMENDMENT TO</b>	:	Rule 1.3.2(a) Qualifications of a Trading Participant <b>[Additional Qualifications of a Dealing Participant]</b>
Reference No.	:	Proposal No. 005-2012
Rationale for the Proposal	:	To expand the dealer membership of the PDEX Fixed Income Securities Market to include securities dealer companies

<i>CURRENT RULE</i>	<i>PROPOSED AMENDMENT</i>
<p><b>Rule 1.3. Qualifications of a Trading Participant</b></p> <p>1. All Trading Participants should:</p> <p style="padding-left: 20px;">a. x x x</p> <p>2. In addition to the qualifications under Rule 1.3(1), a Dealing Participant should:</p> <p style="padding-left: 20px;">a. Be a bank duly licensed as such by the <i>Bangko Sentral ng Pilipinas</i> (BSP) or an investment house duly licensed by the SEC;</p> <p style="padding-left: 20px;">b. x x x</p>	<p><b>Rule 1.3. Qualifications of a <u>Trading PDEX</u> Participant</b></p> <p>1. All <del>Trading</del> PDEX Participants should:</p> <p style="padding-left: 20px;">a. x x x</p> <p>2. In addition to the qualifications under Rule 1.3(1), a Dealing Participant should:</p> <p style="padding-left: 20px;">a. Be a bank duly licensed as such by the <i>Bangko Sentral ng Pilipinas</i> (BSP) or an investment house duly licensed by the SEC <u>or an entity whose Articles of Incorporation or any of its constitutive documents indicates that its primary purpose is to engage in the business of a securities dealer pursuant to the Securities Regulation Code;</u></p>

**PROPOSED AMENDMENT TO  
CONTINUING OBLIGATIONS OF TRADING PARTICIPANTS**

<b>PROPOSED AMENDMENT TO</b>	:	Rule 1.5 Continuing Obligations of Trading Participants <b>[Payment of Applicable Fees]</b>
Reference No.	:	Proposal No. 006-2012
Rationale for the Proposal	:	To appropriately classify the payment of PDEX fees as a commercial obligation of a PDEX Participant which is already appropriately embodied in the contractual agreement and delete it from the ambit of a PDEX Participant's continuing obligations under securities laws and regulations

<i>CURRENT RULE</i>	<i>PROPOSED AMENDMENT</i>
<p><b>Rule 1.5. Continuing Obligations of Trading Participants</b></p> <p>A Trading Participant shall:</p> <p>1. x x x</p> <p>10. Make and keep such books and records relating to its securities business as shall be required by the Securities Laws and the PDEX Rules. All books, documents or records shall be made available to PDEX or to any requesting relevant regulatory authority, upon request, for audit or inspection. Such books and records shall be preserved and retained in an accessible place during the period specified under the Securities Laws and the PDEX Rules, whichever is longer; and</p> <p>11. Pay the applicable fees as notified by PDEX.</p>	<p><b>Rule 1.5. Continuing Obligations of <u>Trading PDEX</u> Participants</b></p> <p>A <u>Trading PDEX</u> Participant shall:</p> <p>1. x x x</p> <p>10. Make and keep such books and records relating to its securities business as shall be required by the Securities Laws and the PDEX Rules. All books, documents or records shall be made available to PDEX or to any requesting relevant regulatory authority, upon request, for audit or inspection. Such books and records shall be preserved and retained in an accessible place during the period specified under the Securities Laws and the PDEX Rules, whichever is longer. <del>;</del> <del>and</del></p> <p><del>11. Pay the applicable fees as notified by PDEX.</del></p>