

PROPOSED AMENDMENT TO THE PDEX RULES FOR THE FIXED INCOME SECURITIES MARKET, AS AMENDED: LIABILITY OF DEALERS IN DEALER-QI TRADES

PROPOSED AMENDMENT TO : Rule 8.4 - Settlement Participants

Reference No. : Proposal No. 003-2015

Rationale for the Proposal : To clarify and expressly put forth the intention of the aforesaid rules on liability of dealers in the settlement of Dealer-QI Trades required to executed and settled on the PDEX Trading & Settlement Systems

ACTION : **FOR SEC APPROVAL**

CURRENT RULE	PROPOSED AMENDMENT
<p><i>Rule 8.4 Settlement Participants</i></p> <p>16. Settlement and Post-Settlement xxx</p>	<p><i>Rule 8.4 Settlement Participants</i></p> <p>16. Settlement and Post-Settlement xxx</p> <p>New Provision to be numbers as I.</p> <p align="center">I. Dealer-QI Trades</p> <p>In the case of Dealer-QI Trades, the Dealing Participant shall be principally responsible for the settlement of trades of its Qualified Investor counterparty. In this case, the Dealing Participants shall be held liable for any Delayed Settlements and Failed Trades in the event that the Qualified Participant counterparty fails to deliver the cash or securities, whichever is applicable, in accordance with the prescribed deadline.</p> <p>xxx</p>