

RULE PROPOSAL ON AMENDMENT OF PDEX RULE 6.3 ON OTHER DUTIES TO CUSTOMER - TAX ADJUSTMENT FOR NON-RESTRICTED TRANSFERS, AS REVISED

PROPOSED AMENDMENT TO : Rule 6.3 - Other Duties to Customer

Reference No. : Proposal No. 008-2014A

Rationale for the Proposal : To codify in the PDEX Rules the responsibility of the Trading Participant to duly inform its customers for possible adjustments or reimbursements on the final withholding tax on accrued interest for transactions in securities.

ACTION : **FOR APPROVAL**

CURRENT RULE	PROPOSED AMENDMENT <i>(As disseminated for comment & submitted to the SEC for information)</i>	PROPOSED REVISION <i>(As approved by the MGB on 16 December 2014)</i>
<p>Rule 6.3 Other Duties to Customer</p> <p>1.xxx xxx 14. xxx</p>	<p>Rule 6.3 Other Duties to Customer</p> <p>1.xxx xxx 14. xxx <u>15. xxx</u> <u>16. xxx</u></p> <p><u>17. Every Trading Participant shall inform its customers, in writing, that for tax-exempt holders, the final withholding tax on accrued interest may include amounts deducted from tax-exempt sellers to be returned to them on coupon payment date.</u>¹</p>	<p>Rule 6.3 Other Duties to Customer</p> <p>1.xxx xxx 14. xxx <u>15. xxx</u> <u>16. xxx</u></p> <p><u>17. Every Trading Participant shall inform its customers, in writing, that for tax-exempt holders, the final withholding tax on accrued interest may include amounts deducted from tax-exempt sellers to be returned to them on coupon payment date.</u>²</p>

¹ Numbering may vary depending on order of receipt of SEC approval of the proposed rules.

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