



SECURITIES AND EXCHANGE COMMISSION
Protecting Investors in the Capital Markets

THE SECURITIES ACT, 2016
(Act No. 41 of 2016)

**DIRECTIVE TO SECONDARY MARKET DEALERS ON THE PAYMENT OF STATUTORY FEES ON
SECONDARY MARKET BOND TRADES AND REPORTING REQUIREMENTS**

DIRECTIVE NO. 1 OF 2019

The Securities and Exchange Commission (the “Commission”) hereby directs all Dealers engaged in secondary bond market trading to comply with the requirements to pay statutory fees as prescribed under the Securities Act No. 41 of 2016 and the Rules made thereunder.

Paragraphs 8(k) and (l) of the Third Schedule to the Securities (Licensing, Fees and Levies) Rules, Statutory Instrument No. 165 of 1993 as amended by Statutory Instrument No. 82 of 2013 (hereinafter referred to as “the Rules”) requires the payment of a fee of 0.125% of the value of the trade for buy and sell sides of the securities traded on a securities exchange. Further, paragraphs 8(m) and (n) of the Rules require the payment of 0.125% of the value of the trade on the buy and sell sides of off-market trades. The Rules are available on the Commission’s website.

Effective 1st July 2019, all Dealers conducting secondary bond market trading must comply with the law and remit the applicable fees to the Commission **within 14 days of the end of the month in which a transaction occurred.**

In a bid to ensure compliance with the above-mentioned requirements of the Securities Act, all Dealers are hereby further directed to ensure that all secondary bond market trades are reported to the Commission, in a prescribed format, **by 10:00 hours on the next business day following the trade.**

For any clarification you may have, please do not hesitate to contact the Commission on:

Telephone: +260 211 2270812/ 222368/ 222369

Or email: info@seczambia.org.zm

Dated the 30th day of May, 2019

Phillip K. Chitalu
CHIEF EXECUTIVE OFFICER