



## Guidelines Issued by Jordan Securities Commission (JSC)

Attached to agreements to be concluded with clients dealing in foreign stock exchanges

Pursuant to Article (16/2) of the applicable Instructions Regulating the Dealings of Financial Service Providers in Foreign Exchanges

Dear investor:

These guidelines aim to familiarize you with dealing in foreign stock exchanges and associated risks. Therefore, make sure you read the following items carefully:

1. The legal basis regulating your dealings through financial services providers in foreign stock exchanges is the Law Regulating Dealing in Foreign Exchanges, as well as the instructions regulating the dealings of financial services providers in foreign stock exchanges approved by Board of Commissioners' Resolution No. (290/2019) dated 11/27/2019; both references are available on JSC's website ([www.jsc.go.jo](http://www.jsc.go.jo)). Thus, you should review them.
2. You must ensure that the company you wish to deal with has obtained a license from the Securities Commission, as well as an approval to engage in licensed financial service activities.



3. The relationship between you and the company is governed under an agreement, so you must read its terms and appendices and make sure that you understand all its terms before signing it.
4. Make sure that you get a copy of the Dealing Agreement and its appendices.
5. Check all commissions and fees that will be collected from you for your transactions, provided that they are valid under the dealing agreement or its appendices.
6. Ensure that your sale and purchase orders are executed promptly.
7. Ensure that you are fully aware of the company's procedures for withdrawals and deposits, and verify their implementation on a timely basis.
8. Before dealing in foreign stock exchanges, you should determine the investment policy that you wish to deal therewith.
9. You must check the mechanism of registering the purchase ownership, as the instructions referred to in item (1) above allowed registering the properties in the name of the local broker for the benefit of its clients with the foreign broker through the so-called pooled account, which may expose you to risks, including the imposition of attachment or mortgage on the account.
10. You should know that you may face various risks when dealing in foreign stock exchanges, including for example:
  - Risks of offshore broker bankruptcy.
  - Exchange rate risks.
  - Market-specific political and legislative risks through which dealings are made.
  - slippage risks.
11. Take care as much as possible to ensure that your positions are closed before the end of the last trading day of the week in order to avoid the risk of price slippage.
12. Do not invest in your money that you may need during the investment period because it will be subject to loss.
13. Use leverage trading wisely as leverage is a double-edged sword. It gives you an opportunity for double profit, however, it may expose you to double loss.
14. Ensure that your account is fed on a timely basis in order to avoid closing your positions automatically when you fall below the margin percentage indicated in the agreement signed between you and the company or under the appendices thereof.
15. Verify the company's policy regarding price spreads, as set out in the agreement signed between you and the company or in its appendices.



### **Acknowledgment and Undertaking Concerning the Agreement and the Guidelines**

With reference to the Agreement on Dealing in Foreign Stock Exchanges signed by me -----  
----- with ----- Company, I hereby acknowledge that I have read the applicable instructions regulating the dealings of financial service providers in foreign stock exchanges as well as all the terms of the Agreement and its appendices and the Guidelines issued by JSC. Further, I have obtained a copy of these documents. I also undertake to abide by the applicable instructions and any amendments that may be made thereto by the JSC Board of Commissioners and to regularize my status accordingly.

Client's Name:

Client's Signature

Date:

*Client's Copy*