Market Costs

Regulation No. 1/2005, of 2nd January 2007
O.B. No. 4 - I Series

Regulation No. 2/2006, of 22nd January 2007
O.B. No. 4 - I Series

Rectification to Regulation No. 2/2006, of 5th March 2007
O. B. No. 10 - I Series
Regulation No. 2/2006

Market Costs

Conscious of the growing importance in the creation of a favourable environment for receiving capital, namely, investment funds, a set of legislative documents was embodied, aiming at attracting foreign capital and the reform of the Cape Verde Financial System and Capital Market.

Nevertheless, it is equally important to demarcate other measures necessary for the viability of any reform, such as the care with the updating of market functioning costs, with the intention of always keeping it competitive, when compared to other recipient capital countries.

Within this context, and with a view to the adequacy and improvement of the domiciliation conditions for investment funds, under the provisions of Articles 4, 48, 67 and 96 of the Securities Market Code, the Office of the Auditor-General of the Securities Market - AGMVM, passed a resolution approving the following regulation:

Article 1
Object amendment and addendum

1. The following are amended: Article 4/1/b); Article 4/2/b); Article 5/2/b); Article 5/3/b); Article 7/1/a); Article 8/3/a); Article 8/4; Article 8/5; Article 12/1; Article 12/3 and/4, all of Regulation No. 1/2005, of 12th December.

2. The following are addenda: sub-paragraph c) to Article 4/1; sub-paragraphs c) & d) to Article 4/2; sub-paragraph c) to Article 5/2; sub-paragraphs c) and d) to Article 5/3; Article 8/8, with the Article gaining a new numbering; sub-paragraph d) to Article 12/1, all of Regulation No. 1/2005, of 12th December.

3. The articles with amendments and addenda mentioned above shall be replaced by the following wording:

3.1.

Article 4
Fee for admission to listing

1. For the admission to listing of any securities, with the exception of domestic and foreign funds and other such securities, the issuer shall pay the following fees, calculated on the nominal value of the capital to be admitted:

a) 1.50‰, for bonds;
b) 1.50‰, for investment funds in public debt;
c) 2.00‰, for other securities.
2. (. .. )

a) 100,000 Escudos and 1,000,000 Escudos, respectively, for investment funds in public debt;

b) 200,000 Escudos and 2,000,000 Escudos, respectively, for other investment funds;

c) 250,000 Escudos and 3,000,000 Escudos, respectively, for other securities.

( .. )’

3.2.

**Article 5**

**Fee for periodic maintenance of listing**

1. (. .. )

2. ( ... )

b) 1.50‰, for investment funds in public debt;

c) 2.00‰, in the case of other investment funds;

d) 1.25‰, in the case of other securities.

3. ( ... )

b) 100,000 Escudos and 1,000,000 Escudos, respectively, for investment funds in public debt;

c) 200,000 Escudos and 2,000,000 Escudos, respectively, for other investment funds;

d) 150,000 Escudos and 3,000,000 Escudos, respectively, for other securities.

( .. )’

3.3.

**Article 7**

**Fees for carrying out stock exchange operations**

1. ( ... )

a) A set commission of 1,000 Escudos per operation carried out on investment funds.

( .. )”

3.4.
“Article 8

Fees for carrying out off-market operations

(...)

3. (...)

   a) A set commission of 1,700 escudos per operation, on operations carried out on investment funds;

   (...)

4. When, under the provisions of number 2 of article 72 of the Securities Market Code, securities admitted to listing on the stock exchange are traded off-market, the fees referred to in the previous number, applicable to said transactions, with the exception of those carried out on investment funds, shall be tripled.

5. For transactions carried out on investment funds, in accordance with number 4, a set commission of 2,000 Escudos shall be charged per operation.

6. This number 6 shall be replaced by the wording of the previous number 5;

7. This number 7 shall be replaced by the wording of the previous number 6;

8. This number 8 shall be replaced by the wording of the previous number 7.”

3.5.

“Article 12

Book-entries securities accounts

1. For the custody of dematerialised securities at the Cape Verde Stock Exchange, the issuer shall pay the following fees calculated on the value of the securities held in account during the said period:

   a) 0.05‰, per month, for public debt securities;

   b) 0.20‰, per month, paid in twelfths, for investment funds;

   c) 0.50‰, per month, for other securities admitted to listing;

   d) 1.00‰, per month, for securities not admitted to listing.

   (...)

4. The free transfers of payment between the accounts of the same bank at the Central for Clearing and Custody or between the accounts of the banks shall be subject to a fee of 1700 Escudos.

   (....)”
Article 2

Changes and publication

The amendments and the addenda resulting from this regulation shall be inserted in the amended regulation that shall be published in full.

Article 3

Entry into force

This legislation shall come into force on the date of its publication in the Official Bulletin.

Office of the Auditor-General of the Securities Market, in Praia, on 30th November 2006. – The Auditor-General, Maria Encarnação Alves Silva Rocha

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Office of the Auditor-General of the Securities Market

Rectification

For containing errors, Regulation No. 2/2006, published in Official Bulletin No. 4, I Series, of 22nd January 2007, is hereby rectified:

Where the following reads:

Article 1

Objective

Amendment and addendum

(...)  
3.1

Article 4

Fees for admission to listing

2. (...)  
   a) Escudos and 1.000.000 Escudos respectively, in the case of public debt investment funds;  
      It shall read:

Article 1

Object

Amendment and addendum
3.1.

Article 4

Fees for admission to listing

2. (...)

a) 100,000 Escudos and 1,000,000 Escudos respectively, in the case of public debt investment funds;

For containing errors, Regulation No. 1/2005, of 9th December 2005, published in Official Bulletin No. 4, I Series, of 22nd January 2007, is hereby rectified:

Article 7 is republished as follows

Article 7

Fees for stock exchange operations

1. The buy and sell fees to be paid by the buy trader and sell trader, respectively, which shall be mandatorily reflected on the principals, shall be due for the carrying out stock exchange transactions, whether in normal sessions or special sessions:

a) A fixed commission of 1,000 Escudos per operation, on operations carried out on investment funds;

b) 1.00\%\_00 of the value of the operation, on operations carried out on bonds;

c) 1.25\%\_00 of the value of the operation, on operations carried out on any other securities.

2. Fees for carrying out stock exchange operations shall constitute income for the Stock Exchange.

3. The collection of fees for carrying out stock exchange operations shall be processed within the context of the settlement of transactions carried out, in accordance with the terms defined in the respective stock exchange circular.