

## NSX MARKET INSIGHTS

### UPDATE 03/18 - SEPTEMBER 2018

Welcome to the September 2018 issue of NSX Market Insights-[link](#). This issue is for the period July to September 2018 and covers:

- an overview of surveillance **queries issued** and **enforcement action** taken;
- an overview of **listing applications declined** by NSX;
- revised requirements for **NOMAD declarations**;
- **participant updates**; and
- **Trading Calendar**

## 1. SURVEILLANCE ACTIVITIES

### Companies de-listed

In the period from July to September 2018, one issuer was removed from the Official List of NSX as a result of an enforcement action for failure to pay its annual listing fee. There were 2 issuers that voluntarily delisted from the Official List.

### Company queries

Throughout the period July to September 2018, 11 public queries were issued to listed entities as follows:

Price Query	Awareness Query	Continuous Disclosure Query	Periodic Disclosure Query	General Query	Total
2	2	2	4	1	11

Disclosure queries are raised when the Exchange identifies information in the public domain about an issuer which has not formally been announced to the market via the Exchange. The key themes observed across all company queries include:

- unexplained substantial change in price;
- new information found online which was not disclosed to the market;
- a significant change in financial reporting without explanation; and
- a significant change in business activities.

Issuers are reminded that in the event that an announcement cannot be lodged due to (exceptional) circumstances or time constraints, a trading halt must be requested to ensure that the market is appropriately informed.

### Companies suspended from official quotation

In order to maintain a fair, orderly and transparent market, the Exchange may place the securities of a company in a trading halt or suspend the securities from official quotation. In the period from July to September 2018, 4 issuers were suspended due to disclosure issues regarding an on-market transaction, inadequate response to asset valuation queries and failure to lodge the financial reports in a timely manner.

## 2. ISSUER UPDATES

### Listing applications declined

NSX continues to closely scrutinise applicants for listing against the requirements of the Listing Rules and the framework set out in the Suitability [Practice Note](#). Throughout the period July – September 2018, three listing suitability submissions were declined for reasons including:

- The absence of an existing and appropriate connection to Australia at the time of listing;
- The extent of related party loans contained in the audited financial statements of the entity; and
- Business models that are ill-defined or premature.

Issuers are reminded that suitability for listing must be maintained throughout the life of the listing. If an issuer fails to be suitable at any point post-admission, that issuer may be suspended or de-listed.

## 3. NOMINATED ADVISER UPDATES

### Annual Statements

As per the [guidance](#) issued by NSX in March 2018, all Nominated Advisers have been sent an updated annual statement. Some of these statements are now overdue for return. It is important for Nominated Advisers to ensure that returns are completed and submitted when required, and to include with your return an outline of the professional development undertaken to perform the responsibilities of a NOMAD.

## 4. PARTICIPANT UPDATES

### 2018 Participant Self- Assessment

NSX has received responses from all the participants regarding the Annual Self-Assessment Questionnaire. The Exchange will be getting in touch with selected participants to facilitate on-site visits. NSX appreciates the feedback provided by the participants as part of the assessment.

### Capital Requirements- ASIC Consultation

On 15 August 2018, NSX responded to [ASIC's consultation](#) on proposed changes to Capital Requirements. Response - [link](#)

### New Participant

NSX Welcomes Canaccord Genuity as a participant.

## 5. TRADING CALENDAR

### Trading and Settlement Calendars

Public holidays and the trading hours can be found in the Trading Calendar 2017/2018 practice note- [link](#).