

Appendix 4

In this appendix underlining indicates new text and striking through indicates deleted text.



The DFSA Rulebook

Recognition

(REC)

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3 GENERAL PROVISIONS

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3.4 Reporting

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Suspected Market Abuse

- 3.4.5** (1) A Recognised Member must notify the DFSA immediately if:
- (a) it receives an order from a Client, or arranges or executes a transaction with or for a Client; and
 - (b) it has reasonable grounds to suspect that the order or transaction may constitute Market Abuse.
- (2) The notification under (1) must specify:
- (a) sufficient details of the order or transaction; and
 - (b) the reasons for the Recognised Member suspecting that the order or transaction may constitute Market Abuse.
- (3) A Recognised Member must not inform the Client, or any other Person involved in the order or transaction, of a notification under this Rule.

Guidance

1. Recognised Members should note that conduct which occurs outside the DIFC is only Market Abuse under the Markets Law (and therefore subject to the notification requirement in Rule 3.4.5) if it potentially affects DIFC markets or users of DIFC markets.
2. Further Guidance on the requirement to notify the DFSA of suspected Market Abuse can be found after GEN Rule 11.10.12A (the equivalent requirement for an Authorised Firm).

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