



ZIMBABWE STOCK EXCHANGE LIMITED

Practice Note 15

Issued pursuant to section 3 (1) (h) of Statutory Instrument 134 of 2019 of the Zimbabwe Stock Exchange (ZSE) Listing Requirements

TRADING OF SECURITIES DURING CLOSED PERIODS

1. Definitions

Terms used in this Practice Note which are defined or interpreted in the ZSE Listing Requirements shall have the same meaning as in the ZSE Listing Rules.

2. Trading in Closed Period

2.1. Section 68 (2) states that a director or employee of an issuer may not be authorised to deal in any securities relating to the issuer during a closed period.

2.2. “Closed period” shall maintain its definition as stated in Section 2.

2.3. Section 68 (2) as read together with section 2 is hereby waived as follows:

First and Third Quarter Waivers

2.3.1 The first and third quarter financial periods shall no longer be considered "closed periods" until an announcement to the contrary has been issued by the ZSE.

2.3.2. Closed periods shall only be restricted to half-year and full-year financial periods.

3. Clearance to deal

Section 68 (1) of SI 134 of 2019 remains effective. The Board Chairman of the listed entity must approve the trade before execution. The listed entity must also seek ZSE approval if the trade is proposed to be executed before the publication of either Quarter 1 or Quarter 3 trading updates.

4. Effective Date

This Practice Note takes effect from 16 May 2022.

The ZSE has taken this position following consultations with stakeholders and has also considered the complexities of the financial reporting in the current economic environment resulting in delays in the publication of financial statements, therefore causing prolonged closed periods.

Issued by

Zimbabwe Stock Exchange