

BVB New Regulations – the status

The present document encompasses all BVB regulations entered into force during the last months, plus those awaiting the approval of the Financial Supervisory Authority (ASF).

Amendments of BVB Rulebook – market operator regarding margin trading and short selling

Proposals to amend BVB Rulebook regarding the update of the provisions related to the buy on margin and short selling operations, based on the approval by ASF of ASF Regulation no. 6/2006, for changing and supplementing the CNVM Regulation no. 5/2010, with respect to buy on margin and short selling.

Status: (approved by ASF in July 2016) in force from the date of entering into force of ASF Regulation no. 6/2006

Update of technical terminology

Modifications of the BVB Rulebook concerning the update of the terminology and the meanings associated to the mechanisms of connecting the Participants at the BVB system, in line with the operational dynamic of the capital markets, for increasing the accessibility to the BVB markets.

Status: in force (approved by ASF in February 2016)

Changes in the BVB Rulebook concerning the tick size

Reconsideration of the tick size as a tool for a functional market mechanism and improvement of the general trading activity, as specified in EU regulations to be implemented starting with 2017.

Status: in force (approved by ASF in August 2015)

Revision of the special selling offer procedure

The revision of the procedure in order to accommodate all special operations that, according to ASF regulations, shall be performed via this procedure.

Status: in force (approved by ASF in August 2015)

Update of provisions related to the quoting obligations applied to structured products

Update of the regulatory framework to better reflect the situations occurring in practice, regarding the obligations of liquidity providers.

Status: awaiting for ASF approval (since July 2015)

Amendments of BVB Rulebook - system operator

Revision of admission conditions, by removing the automated exclusion of companies under judicial reorganization, in the context created by Law 151/2014.

Status: in force (approved by ASF in August 2015)

Amendments of BVB Rulebook regarding flexibilization of short selling operations and buying on margin

Amendments of the Rulebook aimed at (i) short selling to be performed according to provisions of EU Regulation no. 236/2012 and (ii) elimination of some restrictions regarding buying on margin, and are part of a wider set of proposals to modify regulations of Central Depository and CNVM/ASF, regarding short selling and borrowing and landing.

Status: awaiting ASF approval (since May 2013)

Updates of BVB Rulebook regarding extension of short-selling operations from only securities, to any financial instrument traded by Market Makers

CNVM regulations and, accordingly, BVB Rulebook, provide for short-selling operations as permitted only for securities. In this situation, Market Makers registered for other types of financial instruments, as ETFs, do not qualify. Amendments of CNVM Regulation no. 5/2010 is also requested.

Status: awaiting ASF approval (since September 2012)

Last update: July 2016