

TO:

CLEARING MEMBERS
FULL MEMBERS

NO: 131/00

GST IMPLEMENTATION

As part of the Exchanges ongoing communication strategy this circular provides an update to the status of the SFE GST implementation project.

The analysis, development, and testing of operational and system enhancements required to obtain GST compliance have been completed. The implementation of these will be effective as of this Saturday 1 July 2000.

Brokerage Commission

As detailed in White Paper # 3 - Commissions, from 1 July 2000, all Commission amounts entered into the SFE STACS system **must** be inclusive of GST.

NZFOE commissions will continue to be captured into NZFOE STACS **exclusive** of GST and SFECH will calculate and report to Members at Month end a supplementary payment representing GST liability for these cash flows. White Paper # 4 – NZFOE and the Australian GST is in the process of finalisation and all required systems enhancements will be operational by end of July 2000.

Fee Rate amendments

As previously advised in SFE Circular 73/2000, amended Exchange Fee Rates will be effective as of 1 July 2000.

Please note: as all trades executed during the SYCOM® night session for Friday 30 June, 2000 will be registered on Monday 3 July, 2000, the amended Exchange Fee Rates (inclusive of GST) will be applied to these contracts.

Weekend cut over support

The Exchange has made provisions for GST Project Team Members to be on call this weekend to provide assistance to Members if required. All initial queries should be directed to Kay Hurst, on 0410 457 446.



BRETT YOUNG
DIRECTOR, ADMINISTRATION
& PROFESSIONAL SERVICES

29 June, 2000