ASX Limited
2010 Half-Year Results

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Markets Supervision Highlights

Changes to Australia’s supervisory framework

• Government’s 24 August announcement - supervision of real-time trading will move to ASIC in Q3 2010

• ASX will retain:
  • Supervisory responsibilities for all listed entities
  • Surveillance monitoring for continuous disclosure
  • Admission of new participants
  • Trading operations
  • Capital monitoring
  • Clearing and settlement operations

• Anticipated that approximately 10%-20% of existing ASXMS headcount will be transferred to ASIC

• ASXMS working collaboratively with ASIC to ensure smooth transition
Markets Supervision Highlights

ASXMS activities in six months to 31 December 2009

• Listed entity supervision:
  • Continuous disclosure monitoring
  • Capital raising activity
  • Reviews of listed entity disclosure

• Participant supervision:
  • Stepped up review program

• Investigations and enforcement activity:
  • 79 insider trading and 18 market manipulation enquiries commenced
  • 39 referrals to ASIC
  • Increased enforcement activity before Disciplinary Tribunal
    • Finalised 20 matters and imposed $1,960,000 (plus GST) in fines

• Education and Research Program – new initiatives piloted:
  • Workshops in Compliance and Risk, and Capital Monitoring

• Planned industry roll-out of new Capital Returns system
Corporate Governance Council Update

Proposed changes to Corporate Governance Recommendations

• Areas of review and their status:
  • Dealing policies – contingent on final changes to ASX Listing Rules
  • Remuneration – contingent on Government’s acceptance of Productivity Commission’s recommendations
  • Diversity - new recommendation requiring companies to set gender balance objectives and report against those objectives

• ASXMS review of 2009 Annual Reports - collate data on these three areas

• Next steps:
  • Exposure draft released in April 2010
  • Consultation
  • Finalised June 2010 and effective from 1 January 2011