ASX Limited - 2010 Full-Year Results

Eric Mayne, Chief Supervision Officer
ASX Compliance (formerly ASX Markets Supervision)
19 August 2010
New Compliance Arrangements

• Transfer to ASIC of responsibility for supervision of real-time trading on domestic licensed markets and for the conduct of participants (including participant-client relationship) on those markets, completed 1 August 2010

• ASX retains responsibility for:
  – The admission of participants to its markets
  – Monitoring and enforcing compliance with the revised ASX and ASX 24 Operating Rules, the Listing Rules, and the Operating Rules of ASX Settlement Corporation and ASX Clearing Corporation

• ASX retains subsidiary company to monitor and enforce compliance with the ASX Group operating rules
  – Name change from ASX Markets Supervision to ASX Compliance to reflect ASX’s new responsibilities
  – Alan Cameron remains Chairman of ASX Compliance

• Kevin Lewis appointed Group Executive and Chief Compliance Officer
ASXMS FY10 Activity Highlights

• Listed entity supervision
  – Approx 118,000 company announcements processed (117,000 in previous corresponding period) and 1,300 continuous disclosure queries raised (1,500 pcp), including 693 price queries issued (631 pcp)

• Participant supervision
  – Preventative compliance review program continued

• Investigation and enforcement
  – 86 referrals to ASIC (88 pcp)
  – Disciplinary Tribunal finalised 37 matters (24 pcp) and imposed record $3.3m in fines ($948,750 pcp)

• Industry-wide roll-out of new Return Lodgement and Monitoring system to enable participant returns to be submitted electronically

• Education and Research Program
  – Expenditure of $962,552, on 40 events attended by over 1,000 people
Corporate Governance Council

• Amendments to the Principles and Recommendations, released on 30 June 2010 and to take effect from 1 January 2011, on:
  – Diversity: gender objectives and proportion of females employed
  – Remuneration: composition of remuneration committees
  – Shareholder communication: notification, accessibility and record-keeping of group briefings
  – Trading policies: remove overlap with new ASX listing rules