

THE OPEN ENDED UNDERTAKINGS FOR COLLECTIVE INVESTMENT (UCI) LAW OF 2012

Directive DI78-2012-06

Of the Cyprus Securities and Exchange Commission on the procedure for the suspension of the Management Company's operational license

ORDER OF PARAGRAPHS

- Paragraph 1 Short title
- Paragraph 2 Definition
- Paragraph 3 Scope of application
- Paragraph 4 Competency regarding the decision to suspend, revoke and the extension of the suspension of the Management Company's operational license
- Paragraph 5 Settlement of the situation
- Paragraph 6 Informing the Securities and Exchange Commission on the termination of the provision of the services covered by the suspension
- Paragraph 7 Entry into force

The Cyprus Securities and Exchange Commission exercising the power vested in it by section 122(6) of the Open Ended Undertakings in Collective Investment Law of 2012, issues the following Directive:

Short title 1. This Directive shall be referred to as the procedure for the suspension of the Management Company operational license Directive of 2012.

Definition 2. For the application of this Directive, the following definitions apply:

78(I) of 2012 "Law" means the Open Ended Undertakings in Collective Investment Law of 2012.

"Directive" means this Directive.

Terms used in this Directive and are not defined otherwise have the same meaning as the Law.

Scope of Application	<p>3. This Directive describes the procedure for the suspension of the Management Company operational license.</p>
Competency regarding the decision to suspend, revoke and the extension of the suspension of the Management Company's operational license	<p>4. (1) Save in the case described in section 12(1)(b) of the Law, the suspension of the Management Company operational license is decided by the Board of the Securities and Exchange Commission.</p> <p>(2) In case of section 122(1)(b) of the Law, the suspension of the Management Company's operational license is decided by the Chairman of the Securities and Exchange Commission and, in case he/she is unavailable or is absent, from the Vice-Chairman, who inform the Board of the Securities and Exchange Commission, as provided in this provision. The decision of the Chairman or the Vice-Chairman is always justified.</p> <p>(3) The potential extension of the suspension of the Management Company's operational license, as well as the revocation of the suspension, is decided by the Board of the Securities and Exchange Commission.</p> <p>(4) The decision for the suspension of the Management Company's operational license, as well as the potential extension of the suspension or its revocation, is notified to the Management Company.</p>
Settlement of the situation	<p>5. (1) Notifying the Securities and Exchange Commission on the settlement of the situation, according to section 122(4) of the Law, includes measures which the Management Company has taken, for this purpose, as well as the results of taking these measures.</p> <p>(2) The Management Company must complete the full settlement of the situation, within the deadline set for this purpose by the Securities and Exchange Commission, as provided in section 122(3) of the Law.</p> <p>(3) Omission to notify the Securities and Exchange Commission, as provided in section 122(4)(b) of the Law, is also meant notifying the Commission on the incomplete settlement of the situation.</p> <p>(4) The Securities and Exchange Commission may request from the Management Company to provide any information, according to which the settlement of the situation according to section 122(4) of the Law, would be evident.</p>
Informing the	<p>6. (1) Within the framework of section 122(5) of the Law, the</p>

Securities and Exchange Commission on the termination of the provision of the services covered by the suspension

Management | Company informs the Securities and Exchange Commission on the actions which will take, in order to terminate the activities covered by the suspension.

(2) The Securities and Exchange Commission may request from the Management Company to provide any information, according to which the termination of the activities covered by the suspension would be evident.

Entry into force

7. The Directive enters into force from its publication in the Official Gazette of the Republic.