

**MARKET CIRCULAR 52**

<b>To:</b>	<b>Participating Institutions</b>
<b>From:</b>	<b>NASD OTC Securities Exchange</b>
<b>Date:</b>	<b>30 December 2021</b>
<b>Subject:</b>	<b>Notification of SEC Circular on the Commencement of Regulatory Fee on Fixed Income (Bonds) Secondary Market Transactions</b>

The Securities and Exchange Commission of Nigeria (SEC) recently released a circular on the commencement of regulatory fee on fixed income (bonds) secondary market transactions,

Consequently, all Capital Market Operators and stakeholders are notified of the following:

1. A regulatory fee structure on secondary market transactions on Bonds will take effect from January 1, 2022.
2. Secondary market transactions on Bonds shall include bond transactions executed on a Securities Exchange (Exchange), reported by voice or by any other means to an Exchange as having being transacted thereon or of which the information of the transaction details are featured on the Exchange's platform for purposes including but not limited to onward transmission to a Depository for settlement, price discovery and corporate disclosure.
3. The SEC will charge 0.025% of the total value of all secondary market transactions on Bonds, while the Securities Exchange on which the transaction occurs will charge an amount not exceeding 0.025% of the total value of secondary market transactions on Bonds.
4. Bond transactions by Dealing Members will attract a single regulatory fee of 0.0001% of the total value of the secondary market transactions on Bonds and are exempt from the 0.025% fee charge earlier stated.
5. This circular supersedes previous directives given by the Commission on this subject.

For further clarifications, kindly send a mail to [legalcompliance@nasdng.com](mailto:legalcompliance@nasdng.com) or call us on 09024559686.

**NASD PLC**