



Casablanca, October 11, 2010

**N°138/10 OPINION
RELATED TO THE RESALE SESSION
WITHIN THE FRAMEWORK OF A CASH DEFAULT**
(French version only available)

Considering “dahir” constituting Law number 1-93-211 of 21 September 1993, modified and supplemented by the laws n°34-96, 29-00, 52-01 and 45-06 relating to the Stock Market, and in particular its Article 33,

Considering the provisions of the General Rules of the Stock Market, approved by the decree number 1268-08 of the Economy and Finance Minister, dated July 07, 2008, modified and supplemented by decree number 1156-10 of the Economy and Finance Minister , dated, April 07, 2010 and in particular its articles 4.1.50,4.1.51, 4.1.54, and 4.1.55;

The following has been decided:

ARTICLE 1

If a cash default is not solved on the third market-day which follows the date of its theoretical completion (D+3), the Casablanca Stock Exchange organizes a first resale session on the following day.

If by the end of the first resale session all the securities could not be resold, the Casablanca Stock Exchange organizes on the following day (D+5) a second resale session.

Casablanca Stock Exchange transmits to the securities firms information relating to the resale.

ARTICLE 2

The unpaid seller send to the Casablanca Stock Exchange, at (D+3) right from the end of the fiscal day a statement of account certifying that the initially sold securities are well mentioned on its account open with Maroclear.

The resale of the securities is made at the following price conditions:

- 1st resale session: Reference stock price (D+4) minus the maximum rate of variation in force.
- 2nd resale session: Reference stock price (D+5) minus twice the maximum rate of variation in force.

ARTICLE 3

The Casablanca Stock Exchange sends to the securities firms the timetable of the resale session.

Each of the participating securities firms proposes its order by indicating the quantity.

Such quantity must be at most equal to the quantity which is the subject of the resale. The stock price is indicated by the Casablanca Stock Exchange.

The Casablanca Stock Exchange places at the disposal of the securities firms the tools necessary to take part in the resale session.

The result of the resale is communicated to the securities firms one the very same day.

ARTICLE 4

The Casablanca Stock Exchange informs the day of the resale:

- The failing purchaser whose order was carried out on the market of the resales,
- The seller, whose transaction was blocked, is informed by copy of the instruction of R/L transmitted to Maroclear by the Stock Exchange.

ARTICLE 5

The completion of the resold positions is made on the very same day by transmission to Maroclear of an R/L instruction, initiated by the Casablanca Stock Exchange in lieu of securities firms.

An additional cash flow is released when the amount of the resale is lower than the amount of the pending cash transaction species. This resale spread is borne by the failing purchaser.

If the failing purchaser is not able to pay for the resale spread, the Casablanca Stock Exchange taps automatically in its guarantee fund. The activity of the securities firm remains suspended until reconstitution of its regulatory deposit.

ARTICLE 6

This notice supersedes and replaces Notice number **213/08**.

ARTICLE 7

This notice will come into effect as from the effective start of the new information processing system of the central depository (MAROCLEAR).

OPERATIONS MARKETS DIVISION