

23 December 2011

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PARTICIPANT BULLETIN

TO ALL NSX Participants

Re: Trading and Settlement of Certificated Securities on NSX

Please be advised that NSX will begin trading and settlement of listed certificated (non-CHESS) securities from 3 January 2012.

What Securities are affected?

The securities that will be admitted as certificated securities are those securities that are migrating from the BSX Market which are the Bendigo Bank Community Banks, Property Securities and Corporate securities. NSX expects 29 listed entities to migrate on this day with more expected to migrate progressively until 30 June 2012.

How can a Participant start to trade these securities?

Due to the fact that the securities are certificated and require participant to participant settlement to take place using standard transfer forms, participants must be fully aware of the different procedures involved. NSX participants that are not members of the BSX market must complete and return an acknowledgment form. Participants that are already members of both the BSX market and NSX do not need return the acknowledgment form and will not receive a package.

All affected participants will be sent a package of information comprising a cover letter, an acknowledgment form and a certificated settlement procedures document. In order to be able to start trading these securities, the participant must fill out the one page acknowledgment form and return it either via email to trading@nsxa.com.au or via post to NSX, PO BOX 283, Newcastle, NSW 2300.

Authority to trade in these securities can be effected on the day of receipt of the form.

The general information package is available as part of this participant bulletin.

What happens to current trades and settlements?

All current trades and settlements will proceed as normal. From 3 January 2012 trades will occur in these securities as they currently do on NETS and the procedures for settlement will be the same as they were on the BSX market. All that changes is the securities will be listed on NSX and follow NSX Listing and Business Rules.

What information will be available on these securities?

Information on these securities has been migrated from the BSX website and will be available as part of the NSX website (www.nsx.com.au) from 3 January 2012.

Further Information

Further Information can be obtained from NSX Trading and Settlement department on (02) 4929 6377.



21 December 2011

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Dear

CERTIFICATED SECURITIES ON NSX

I am pleased to advise an exciting new development for the National Stock Exchange of Australia. Beginning in 2012, NSX will quote a large number of entities which operate certificated registers.

On 3 January 2012, twenty-nine companies and managed investment schemes will join the NSX official list. Several more will follow in coming months. All were formerly listed on the Bendigo Stock Exchange and range from the \$150 million Australian Property Growth Fund to Bendigo Community Telco and a large number of Bendigo Bank Community Banks.

Importantly for NSX participants, these are not CHESSE securities and will not settle electronically. All certificated settlements will be conducted broker to broker and will settle on a T+5 basis.

Participants wishing to trade certificated securities will need to familiarise themselves with settlement procedures, a copy of which are attached, and return a signed acknowledgement to NSX as soon as possible.

Should you wish any further information, please contact either myself or Ian Craig in our Melbourne office.

Yours faithfully

Scott Evans
General Manager

NSX Newcastle

NSX PARTICIPANT ACKNOWLEDGEMENT CERTIFICATED (NON CHES) SECURITIES

PARTICIPANT NAME:

In relation to trading certificated securities, we acknowledge:

- that NSX may from time to time quote securities which are held in certificated form;
- such certificated securities are not subject to electronic clearing and settlement;
- settlement of certificated securities shall occur on a T+5 basis and be settled broker to broker;
- we have read and understand the settlement procedures for certificated securities; and
- we wish to trade certificated securities and request appropriate authority within NETS to do so.

Executed for and on behalf of the participant by duly authorised officers:

Signature	Signature
Name	Name
Title	Title
Date	Date



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NSX Limited

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National Stock Exchange of Australia Limited

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NSXA Certificated Settlement Procedures



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1 Introduction

NETS is the trading platform for all NSXA trades.

All non CHESS (i.e. is certificated) stock and funds are transferred manually by the Participants.

The procedures below allow the NSXA to meet its obligations under the NSXA Business and Listing rules and also its Australian Market Licence.

2 Reporting of Trades Executed on NETS

On a daily basis the NSXA will email a report to the Participant's Settlement Department that will notify them of the trades and net position for that day's trading.

The report consists of the following information:

- **Trade Date & Time of Trade**
- **Settlement Date**
- **Trade Details (Volume & Value)**
- **Net Position**
- **Buying Participant Name**
- **Selling Participant Name**
- **Participant Reference Details**

3 Settlement of Trades

The following is a broad overview of settlement requirements:

- i. the selling Participant must deliver;
 - an Australian Standard Transfer Form with the Seller details completed (available from www.sraa.org.au); and
 - Share certificate (alternatively, the share certificate can be lodged with the relevant Share Registry).

to the buying NSXA Participant for the securities to be registered in the name of the buyer.

- ii. the buying NSXA Participant must pay to the selling NSXA Participant the consideration for the securities.
- iii. the buying NSXA Participant must send the Australian Standard Transfer Form and Share Certificate (if not already lodged) to the relevant Share Registry.
- iv. unless otherwise determined by NSXA, settlement of a NSXA transaction must take place on the fifth business day after the date the NSXA transaction was created on the NSXA trading system.





- v. all Participants must email NSXA confirming all completed settlements.

The email address for NSXA Settlements is: trading@nsxa.com.au

4 Quick Reference in Regard to Settlements

The following information is an overview what is required by Participants and the Exchange when it comes to settlement procedures.

4.1 References

The following documents set out laws, rules and understandings as to how the NSXA Market will operate in relation to clearing and settlement:

- Corporations Act Chapter 7
- Business Rules;

5 Failed settlement of Transactions

Participants must provide to NSXA by 4.30pm (Sydney time) on each Business Day (or such other time as NSXA requires) with a report on all NSXA Transactions due to settle on that Business Day including:

- details of all NSXA Transactions that did not settle; and
- Why a NSXA Transaction did not settle.

6 List of NSXA Participants that are authorised to trade these securities

NSXA will permission Participants to trade certificated non CHESS securities within NETS.

The following Participants have permission to trade certificated non CHESS securities (current 23 December 2011):

RBS Morgans Limited
Shaw Stockbroking Limited
Strategem Investment Services Pty Ltd
Taylor Collison Limited
AFS Capital Securities Limited

