

**Circular No. (49)****Issued on / 2/ 2009****To: all securities brokerage firms**

All firms working in the field of securities brokerage must separate their activities in connection with their clients in the Egyptian Exchange from any other activities or services to related parties, whether locally or abroad. The firm must immediately advise the Authority if it provides transaction services for its clients in any financial markets other than the Egyptian Exchange, the type of such activities, whether they are done through a licensed foreign company and the oversight entity to which the foreign company and its activities under which transactions are conducted are subject to.

The firm must provide its clients clear and frank disclosure about the type of risks the client wishing to transact in financial markets, and must stress that the protection and insurance systems available in the Egyptian Capital Market do not cover any risks the client may be exposed to in these foreign markets.

When preparing the periodic and annual financial statements, the firm must disclose fully any related parties according to the Egyptian Accounting Standard No. 15.

**Hesham Ibrahim****Supervisor, Chairman Office Sector**