



Guideline of Error Trade Correction -ver. 1.0-

Update: 22nd February 2016

Yangon Stock Exchange Joint-Venture Co., Ltd.

Rules of self-responsibility



- A customer has to place a buy / sell order to YSX through a securities company.
- A securities company, as a broker, places the customer's order to YSX without its investment decision.
- The customer has to take all responsibility for his/her stock trading outcome.

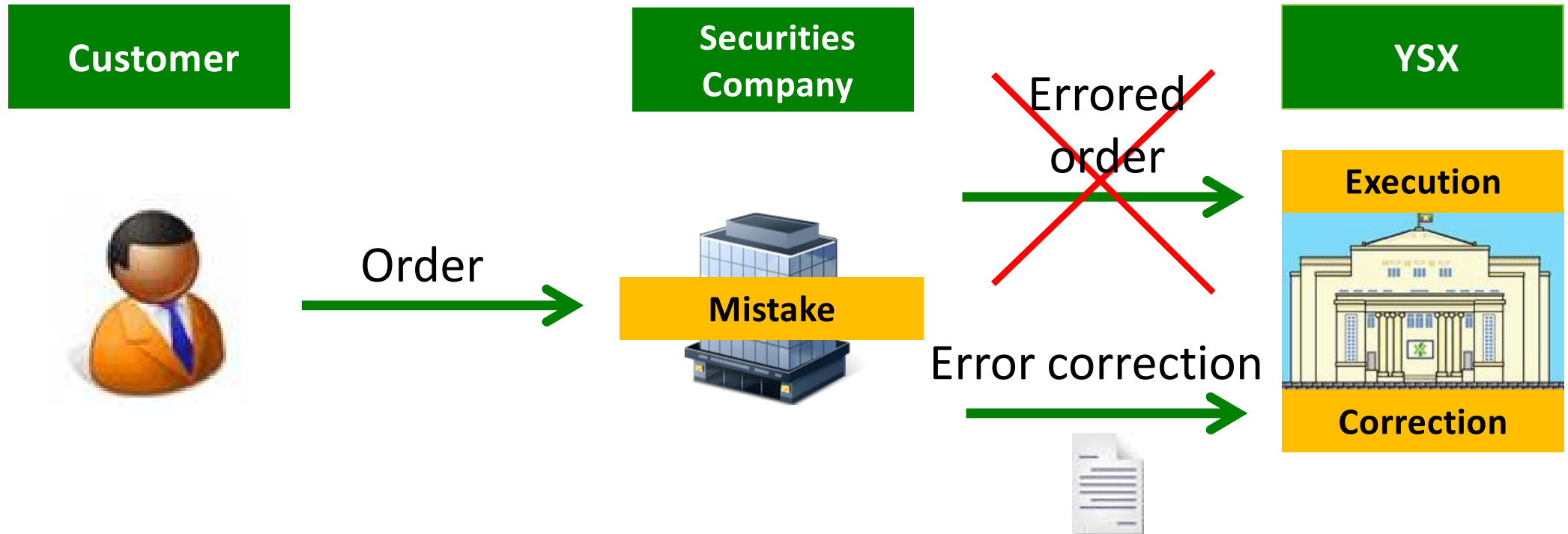
No loss-compensation



In case where a customer suffers a loss due to his/her own stock trading;

- Securities companies must not compensate any loss of the customer.
- Securities companies must not apply for execution correction or cancellation to YSX aiming at compensation to the customer.

Error trade correction



- A securities company is able to apply for error trade correction of executed stock trading to YSX only in case where a different order from an original client order, by the company's fault, is sent to YSX and executed at YSX.

Principle of error trade correction



- Error trade correction can be applied in case a securities company has fault to send different order from customer's original order to YSX and the order is executed at YSX.
- Securities company can not apply for execution cancelation and the company has to take responsibility for errored execution occurred due to his fault.
- Dead-line of the application on error trade correction to YSX is 1:00 pm of the following day of the execution (T+1).
- The securities company has to fill an application format set by YSX and attach necessary documents such as customer order voucher and execution data in its ICT system.



Types of error

● **Incorrect input of an item**

- Company name or code
- Buy / Sell flag
- Order price
- Order amount
- Agency/Principal flag

● **Order forgetfulness**

Types of error correction



● Correction of executed order

- To change the status of executed order from “agency (customer) order” to “principal (securities company’s own account) order”

● Creation of execution

- To create the execution based on an original client order which deems to be executed if a securities company send the client order without mistake.
- Mistaken securities company to become the counterparty of the created execution for the customer.

Case 1: Correction of executed order



● Incorrect input of order amount

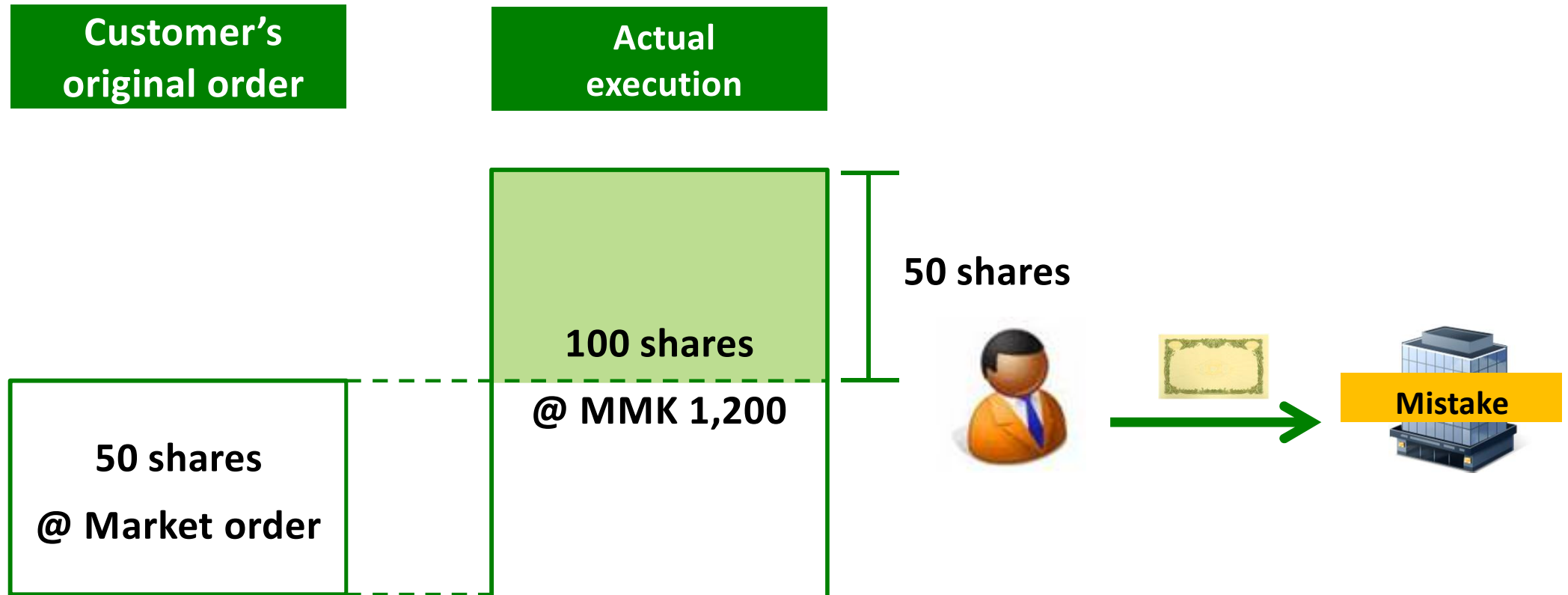


-Received time: 10:30 am
-Company: Mango Bank
-Buy/Sell: Buy
-Price: Market order
-Amount: **50 shares**
-Type: Agency order

-Order time: 10:35 am
-Company: Mango Bank
-Buy/Sell: Buy
-Price: Market order
-Amount: **100 shares**
-Type: Agency order

-Executed time: 11:00 am
-Company: Mango Bank
-Buy/Sell: Buy
-Executed price: MMK 1,200
-Executed amount: **100 shares**
-Execution ID: 100000020
-Type: Agency order

Case 1: Correction of executed order (Cont'd)



- Errored amount of 50 shares is transferred from the customer's execution to errored securities company's execution.

Case 2: Creation of execution



● Order forgetfulness



Customer

Securities
Company

YSX

Order

Forgetfulness

- Received time: 10:30 am
- Company: Mango Bank
- Buy/Sell: Buy
- Price: Market order
- Amount: 50 shares
- Type: Agency order

(Reference)

- Executed time: 11:00 am
- Company: Mango Bank
- Executed price: MMK 1,200

Case 2: Creation of execution (Cont'd)



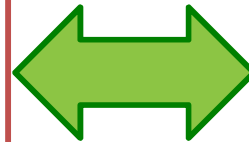
Customer



Forgetfulness

Securities
Company

-Executed time: 11:00 am
-Company: Mango Bank
-Buy/Sell: **Buy**
-Executed price: MMK 1,200
-Executed amount: 50 shares
-Type: Agency order



-Executed time: 11:00
-Company: Mango Bank
-Buy/Sell: **Sell**
-Executed price: MMK 1,200
-Executed amount: 50 shares
-Type: Principal order

- Customer's original order had been executed if the order would have sent to YSX without forgetfulness of the securities company.
- Execution is newly created in YSX and errored securities company's ICT system based on the application on error correction.

Procedure on error correction

