Resolution No. 1359/2024

of the Warsaw Stock Exchange Management Board

dated 31 October 2024

amending the Detailed Exchange Trading Rules

in UTP System

§ 1

The Exchange Management Board, acting pursuant to § 20(5) of the Exchange Articles of Association and § 190(1) and (2) of the Exchange Rules, resolves to amend the Detailed Exchange Trading Rules in UTP System as follows:

1) in Division II:

a) § 1(3) shall be replaced by the following:

"3. The start date of operation of an exchange member on the exchange is determined according to the provisions of the Exchange Rules on the application of the interested entity. A specimen application is attached as Exhibit 6 to the Detailed Exchange Trading Rules. The Exchange publishes its decision setting the start date of operation of an exchange member on the exchange and communicates the relevant information to the exchange member, at the latest on the trading day before the date so set.";

b) § 8(3) shall be replaced by the following:

"3. The Exchange informs the relevant exchange member, by providing a copy of the decision, and informs the Financial Supervision Authority on its request about any changes to the register of supervising brokers and about any suspension of a supervising broker on the exchange.";

2) in Division IV:

a) § 70 shall be replaced by the following:

"§ 70

1. Prices of shares traded on the exchange are determined in zlotys with a precision of PLN 0,0001 provided that they are not less than PLN 0.01. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board determines the tick size of specific shares

taking into account the liquidity bands defined in the Table in the Annex to Commission Delegated Regulation (EU) 2017/588 corresponding to the average daily number of transactions in a material market in terms of liquidity for the shares as well as the order price. The tick size of shares determined by the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board shall be not lower than the minimum tick size in the Table in the Annex to Commission Delegated Regulation (EU) 2017/588.

2. The Exchange shall publish the tick size not later than on the last trading day of March of the calendar year after the average daily number of transactions has been published for specific shares by the competent authority defined in Commission Delegated Regulation (EU) 2017/588 (competent authority) pursuant to Article 3(1) of the Regulation subject to sub-paragraph 6.
3. The tick size referred to in sub-paragraph 2 shall apply in the period of the next 12 months starting on 1 April of the calendar year, subject to sub-paragraph 4 – 6.
4. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board shall change the tick size of specific shares in the validity period if the competent authority announces that a new liquidity band applies to the shares in the case referred to in Article 4 of Commission Delegated Regulation (EU) 2017/588 (corporate action). The provisions of sub-paragraph 6 shall apply accordingly in that case.
5. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board may change the tick size of specific shares in the validity period but the tick size shall not be lower than the minimum tick size in the Table in the Annex to Commission Delegated Regulation (EU) 2017/588. The new tick size of specific shares shall apply from the trading day defined by the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board. The Exchange shall publish the new tick size not later than on the trading day preceding the day as of which it shall apply.
6. The tick size for shares of companies first admitted to exchange trading in a calendar year shall apply from the next trading day after it is determined by the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board. The tick size shall be

determined and published immediately after the competent authority publishes the following, respectively:

1) the estimated average daily number of transactions in the case referred to in Article 3(5) of Commission Delegated Regulation (EU) 2017/588, and then
2) the average daily number of transactions in the case referred to in Article 3(6) of Commission Delegated Regulation (EU) 2017/588.

The tick size determined in the case referred to in point 2 shall apply until 31 March of the next calendar year and, for shares first admitted to trading in the last four weeks of a calendar year, until 31 March of the second calendar year. After the end of the period, the general terms referred to in sub-paragraphs 2-3 shall apply. The provisions of sub-paragraphs 4 and 5 shall apply accordingly.

7. Until the average daily number of transactions referred to in sub-paragraph 6 point 1 or 2 is published by the competent authority and the tick size is published on that basis, a temporary tick size shall apply for specific shares as defined in the table in the Annex to Commission Delegated Regulation (EU) 2017/588 for the liquidity band for the highest average daily number of transactions.";

b) § 70f shall be replaced by the following:

"§ 70f

If the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board changes the tick size, broker orders for specific financial instruments which have been submitted to the exchange but have not been executed until the last day of the validity period of the previous tick size shall be cancelled after the close of trading on that day, unless the Exchange Management Board decides otherwise.";

3) in Division VI:

a) § 12(1)(1) shall be replaced by the following:

"1) the trade concerns a block of shares whose value is not lower than the minimum block trade value determined according to the provisions of § 12a,";

b) § 12a shall be replaced by the following:

"§ 12a

1. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board determines the minimum block trade value of specific shares, which shall be not lower than the minimum value of an order large in scale compared to normal market size according to Table 1 in Annex II to Commission Delegated Regulation (EU) 2017/587.
2. The Exchange shall publish the minimum block trade value for shares not later than on the last trading day of March of the calendar year after the average daily turnover has been published for specific shares by the competent authority defined in Article 18 of Commission Delegated Regulation (EU) 2017/587 (competent authority) pursuant to Article 17(1)(b) of the Regulation subject to sub-paragraph 6.
3. The minimum block trade value referred to in sub-paragraph 2 shall apply in the period of the next 12 months starting on 1 April of the calendar year, subject to sub-paragraph 6.
4. If the competent authority publishes an updated average daily turnover for specific shares in the case referred to in Article 17(3) of Commission Delegated Regulation (EU) 2017/587 and the new minimum value of an order large in scale resulting from the update:
    1) is higher than the minimum block trade value for specific shares applicable on the exchange – the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board shall change the minimum block trade value for the shares in the validity period,
    2) is lower than the minimum block trade value for specific shares applicable on the exchange – the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board may change the minimum block trade value for the shares in the validity period.

    The new minimum block trade value of specific shares shall apply from the trading day defined by the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board. The Exchange shall publish the new minimum block trade value not later than on the trading day preceding the day as of which it shall apply.
5. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board may change the minimum block trade value of specific shares in the validity period but the minimum block trade

value shall be not lower than the minimum value of an order large in scale. The new minimum block trade value of specific shares shall apply from the trading day defined by the Exchange Management Board an Exchange staff member authorised by the Exchange Management Board. The Exchange shall publish the new minimum block trade value not later than on the trading day preceding the day as of which it shall apply.

6. The minimum block trade value for shares of companies first admitted to exchange trading in a calendar year shall apply from the next trading day after it is determined and published by the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board. The minimum block trade value shall be determined and published immediately after the competent authority publishes the following, respectively:

    1) the estimated average daily turnover in the case referred to in Article 7(6) of Commission Delegated Regulation (EU) 2017/587, and then
    2) the average daily turnover in the case referred to in Article 7(8) of Commission Delegated Regulation (EU) 2017/587.

    The minimum block trade value determined in the case referred to in point 2 shall apply until 31 March of the next calendar year and, for shares first admitted to trading in the last four weeks of a calendar year, until 31 March of the second calendar year. After the end of the period, the general terms referred to in subparagraphs 2-3 shall apply. The provisions of sub-paragraph 4 and 5 shall apply accordingly.
7. If the competent authority publishes no estimated average daily turnover referred to in sub-paragraph 6 point 1 before the date of the resolution concerning the introduction of the shares to exchange trading, the temporary minimum block trade value for the shares shall be PLN 75,000.”;

c) § 12b shall be repealed;

d) § 13(2) shall be replaced by the following:

“2. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board shall change the minimum number of derivative instruments for a block trade determined in sub-paragraph 1 if a change of the price of such derivative instruments could result in the conclusion of a block trade whose value is lower than the minimum value of an order large in scale compared to normal market size determined according to Commission Delegated Regulation (EU) 2017/583 for such derivative instruments. The Exchange shall publish the new minimum number of derivative instruments for a block trade not later than on the trading day preceding the day as of which it shall apply.”;

e) § 18a shall be replaced by the following:

“§ 18a

1. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board determines the minimum block trade value of debt financial instruments, ETCs and ETNs which shall be not lower than the minimum value of an order large in scale compared to normal market size determined by the competent authority according to Commission Delegated Regulation (EU) 2017/583 (competent authority), subject to § 18c.
2. The Exchange shall publish the minimum block trade value of debt financial instruments, ETCs and ETNs by group not later than on the last trading day of May of a calendar year after the competent authority publishes the minimum value of an order large in scale of debt financial instruments, ETCs and ETNs, respectively, according to Article 13(17) of Commission Delegated Regulation (EU) 2017/583.
3. The minimum block trade value shall be determined for the following groups of debt financial instruments, ETCs and ETNs taking into account their types defined in Table 2.3 and Table 2.5 of Annex III to Commission Delegated Regulation (EU) 2017/583:
   1) Treasury bonds and bonds of Bank Gospodarstwa Krajowego,
   2) local government bonds and bonds of the European Investment Bank,
   3) corporate bonds other than convertible bonds,
   4) convertible bonds,
   5) covered bonds,
   6) co-operative bonds,
   7) ETCs,
   8) ETNs.
4. The minimum block trade value referred to in sub-paragraph 2 shall apply in the period of the next 12 months starting on 1 June of the calendar year.

5. The Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board may change the minimum block trade value of specific groups of debt financial instruments, ETCs and ETNs in the validity period but the minimum block trade value shall be not lower than the minimum value of an order large in scale determined by the competent authority according to Commission Delegated Regulation (EU) 2017/583. The new minimum block trade value of specific groups of debt financial instruments shall apply from the trading day defined by the Exchange Management Board or an Exchange staff member authorised by the Exchange Management Board. The Exchange shall publish the new minimum block trade value not later than on the trading day preceding the day as of which it shall apply.”.

§ 2

This Resolution shall come into force on 18 November 2024.