

MARKET CONDUCT SOURCEBOOK (AMENDMENT) INSTRUMENT 2001

- A. The Financial Services Authority alters MAR 1 (Code of Market Conduct) in the exercise of the following powers and related provisions in the Financial Services and Markets Act 2000:

Section 119 (The Code);

Section 157(1) (Guidance).

- B. This instrument comes into force immediately.
- C. MAR 1 is amended as set out in the Annex to this instrument.
- D. This instrument may be cited as the Market Conduct Sourcebook (Amendment) Instrument 2001.

By order of the Board
19 July 2001

ANNEX
Amendments to MAR 1

1. In both MAR 1.4.3E and MAR 1.4.4E, change "MAR 1.4.20C - MAR 1.4.28C" to "MAR 1.4.20C - MAR 1.4.31C".
2. In MAR 1.4.19E, change "MAR 1.4.26C and MAR 1.4.28C" to "MAR 1.4.26C, MAR 1.4.28C and MAR 1.4.31C".
3. In MAR 1.4.28C(1)(a), delete "or non-equity".
4. In MAR 1.4.29E, after "MAR 1.4.28C" insert ":".
5. In MAR 1.4.30E, delete "or non-equity" in the first sentence.
6. After MAR 1.4.30E, insert:

"(E) UNDERWRITING AGREEMENTS

1.4.31 C Agreeing to underwrite an issue of *securities* will not of itself amount to a misuse of information."

7. In MAR 1.6.17G, delete the final sentence; that is, delete the sentence which reads "For example, where a long position holder has accumulated his position in an open and transparent manner, the *regular user* is likely to expect the short position holders to be aware of the situation and to protect themselves accordingly".
8. In both MAR 1.8.7G(1) and (2), delete "or non-equity"
9. In MAR 1.11.2G:
 - (1) substitute "19 July 2001" for "31 May 2001"; and
 - (2) insert "virt-x Exchange Limited" before "virt-x plc".