

bound in all respects by the Rules of this Association as amended from time to time in the same manner as if the same were incorporated in the Rules of each affiliated Exchange, and shall take all proper steps to have the same approved in accordance with the Sharebrokers Act, 1908.

125. In addition and without affecting the Rule next preceding each affiliated Exchange shall—

(a) At all times (saving only the necessary time required to fill vacancies) maintain all proper officers to carry out the functions appointed by these Rules to be carried out by officers of an affiliated Exchange.

(b) Provide rules whereby such Exchange is authorized to fine, suspend, or expel any of its members.

(c) Provide rules whereby it is authorized and empowered to carry out any of the powers provided by the Rules referred to in Subparagraph (b) hereof at the direction of this Association.

(d) Provide Rules whereby it shall carry out as against its members any decision, award, or ruling (whether involving a penalty or not) of this Association whether given on appeal or otherwise in accordance with these Rules.

(e) Nothing in this Rule shall be read and construed as affecting the rights and powers of an affiliated Exchange (subject always to appeal to the Association in accordance with these Rules) to deal with its members by way of fine, suspension, or expulsion in accordance with its rules.

(f) For the purpose only of implementing the powers of this Association it shall when necessary be deemed to exercise its functions as agent of any affiliated Exchange in any case where an affiliated Exchange has any powers not possessed by this Association otherwise than by virtue of this rule.

126. In all matters affecting the interests of the client of any member of an affiliated Exchange, such member shall be subject to the control of his Exchange, and subject to the control of this Association in accordance with these rules: Provided that nothing in this rule shall be read as conferring or attempting to confer power to derogate from such client's legal rights. Committee to have jurisdiction to protect clients.

127. Where any dispute arises or complaint or charge is being investigated, or any decision is to be made as to which or any of which these rules are silent, then such decision, complaint, or charge shall be dealt with and decision made in accordance with good stockbroking practice, and where such exists in accordance with the established custom in New Zealand. The transaction out of which such dispute, complaint, or charge arises or in respect of which a decision is made shall be deemed to be a transaction to which these rules apply. The Committee shall be the sole judge as to the existence and terms of an established custom in accordance with this rule, and the sole judge as to what is good stockbroking practice in accordance with this rule, and where any ambiguity arises as to the meaning and effect of these rules the sole judge as to the interpretation of these rules. Rule where these Rules otherwise silent.

SAVING CLAUSE.

128. Nothing in these regulations shall apply to any transaction in progress at the time of the coming into operation thereof; but the said transaction shall be completed as if these regulations had not been made.