

28 February 2019

Manager
Banking and Capital Markets Unit
Financial System Division
The Treasury
Langton Crescent
PARKES ACT 2600

Dear Sir/Madam,

Regulation: Chi-X transition to the SEGC

Chi-X is grateful for the opportunity of providing a submission on the consultation concerning the above Regulation (the Regulation).

Chi-X supports the Regulation as it facilitates Chi-X membership of the SEGC and provides greater clarity for investors and other stakeholders on the dates from which the NGF will apply on the same terms to trading in ASX and Chi-X quoted investment products.


As such, the Regulation is an important step in ensuring the competitive neutrality of the legislative and wider framework governing the ASX and Chi-X markets: participants and issuers may now take comfort from this neutrality in relation to the consideration of investment mandates, approved product lists and general trading and investment decisions.

The NGF already covers much of the trading that takes place on Chi-X currently and a statement covering the context of the existing NGF coverage of trading on Chi-X, may usefully be included in the explanatory memorandum.

The broadening of the NGF coverage to include Chi-X quoted products is an important step in ensuring Chi-X can bring the benefits of competition to the quotation of products and commends those responsible for the Regulation in facilitating that outcome.

Please do not hesitate to contact me if you have any further queries.

Yours faithfully



Michael J Somes
General Counsel
e: michael.somes@chi-x.com
t: 02 8078 1718