



Dutch Caribbean  
Securities Exchange

# A DCSX Memo

## Member/Broker Requirements



July, 2017



Interested in being a Member or becoming a Broker at the Dutch Caribbean Securities Exchange (DCSX)? If the answer is yes, we thank you for your interest in the DCSX. The Member/Broker conditions/requirements/possibilities are as follows:

- I. There is an application fee of US\$ 5,000 for processing/starting the application.
- II. Being a Broker on the DCSX of course does not limit the Broker to trade only on the DCSX.
- III. To be accepted by the DCSX as a Broker one has to become a Member. To become a member the applicant has to buy 1 B share of the common shares in the outstanding share capital of the exchange and sign a Membership agreement. The price to become a member is US\$ 60,000.00.
- IV. To become a B shareholder/member one must be accepted by the DCSX Foundation which is the entity that oversees the DCSX.
- V. Issuance of a Letter of Guarantee (by a bank acceptable to the DCSX) of USD 100,000 in favor of DCSX;
- VI. Thereafter the Broker pays a nominal annual fee of (up to now only) US\$ 5,000 to the exchange.
- VII. Upon Execution of the Membership Agreement and payment in full of the member/broker fee the applicant Broker and the DCSX enter into a detailed Brokerage Agreement.
- VIII. The Brokerage Agreement sets forth the exact conditions that the Broker must adhere to.

Being a Member /Broker on the DCSX one is subject to all Rules and Regulations of the DCSX (including providing detailed information when asked for by the DCSX). The DCSX will require the applicant Broker to provide in any case the following documentation (in certified English translation):

- Certified corporate structure of Broker and affiliates/related parties / entities and ultimate beneficial owners;
- Certified evidence of experience by the managing entities or persons of having acted as a licensed Broker before and/or or other acceptable explanation why they are fit to act as such;

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- Evidence of proper previous supervisory structure in place with respect to prior Brokerage or sort like activities ( if applicable);
- Personal and bank references on principals (UBO's and managers of the applicant / broker);
- Copy of the adopted AML/CTF and general KYC policies that will govern the applicant Broker;
- Copy of the Brokers internal operational manual;
- Copy of the Standard Agreement that the applicant Broker will sign with its clients;
- Acknowledgement that the Broker will allow the DCSX discretionary authority to have a due diligence review conducted 2 or more times (to be agreed upon between parties on a yearly basis if necessary) a year whereby a third party due diligence expert company in this area will choose some random sample transactions and verify if appropriate documentation (including KYC) is in place for each client for which such transaction was executed and if trading instructions were executed correctly. Costs associated with such review are for account of the Broker.

For your ready reference find embedded in this memo the Rules and Regulations of the DCSX and the Standard Membership and Broker Agreements and would kindly ask you to read especially the Chapters 2, Section B and Chapter 3, Section A of the Rules and Regulations.



DCSX Rules & Regulations january 2014.pdf



DCSX Membership Agreement (Template).pdf



DCSX Brokerage Agreement (Template).pdf

We hope the above provides the necessary initial information.  
Please contact us at [info@dcsx.cw](mailto:info@dcsx.cw)