

Exchange Control (Special Provisions for Securities Listed on
Victoria Falls Stock Exchange) Regulations, 2020

IT is hereby notified that His Excellency the President, in terms of section 2 of the Exchange Control Act [*Chapter 22:05*], has made the following regulations:—

1. These regulations may be cited as the Exchange Control (Special Provisions for Securities Listed on Victoria Falls Stock Exchange) Regulations, 2020.

2. (1) In these regulations—

“free funds” has the same meaning as that in the Exchange Control (Exclusive Use of Zimbabwe Dollar for Domestic Transactions) Regulations, 2019, published in Statutory Instrument 212 of 2019;

“resident” in relation to a company resident in or outside Zimbabwe means incorporated, registered or domiciled in or outside Zimbabwe;

“securities” means securities as defined in the Securities and Exchange Act [*Chapter 24:25*];

“Securities Exchange” means the Victoria Falls Stock Exchange registered in terms of the Securities and Exchange Act [*Chapter 24:25*].

(2) Securities listed on the Victoria Falls Stock Exchange shall be tradable and settled solely in United States dollars or a convertible currency.

(3) A company that is—

- (a) a Zimbabwean resident; and
- (b) listed on the Zimbabwe Stock Exchange;

may list on the Victoria Falls Stock Exchange not more than twenty percent (20%) of its capital at any time on the Zimbabwe Stock Exchange:

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Provided that any capital raised by such company on the Victoria Falls Exchange shall be from an offshore source or from free funds.

(4) A company that is non-resident company may list on the Victoria Falls Stock Exchange:

Provided that—

- (i) any capital raised by such company on the Victoria Falls Stock Exchange is from an offshore source or from free funds;
- (ii) a non-resident company that had delisted from the Zimbabwe Stock Exchange in the five years preceding its listing on the Victoria Falls Stock Exchange shall reinvest or employ in Zimbabwe 20% of the capital raised on the Victoria Falls Stock Exchange no later than five years from the date that it was raised.

(5) A company that is—

- (a) a Zimbabwean resident; and
- (b) not listed on the Zimbabwe Stock Exchange;

may apply for a listing on the Victoria Falls Stock Exchange:

Provided that—

- (i) any capital raised by such company on the Exchange shall be from an offshore source or from free funds;
- (ii) at least 20% of such capital shall be re-invested or employed in Zimbabwe no later than five years from the date that it was raised.

(6) A company shall list on the Victoria Falls Stock Exchange in accordance with Listing Rules approved by the Securities and Exchange Commission.

(7) Any capital which is raised by a company listed on the Victoria Falls Stock Exchange may be held in an approved local or offshore account with an internationally recognised banking institution.

(8) The clearing and settlement of transactions executed on the Victoria Falls Stock Exchange shall be done by the Victoria Falls Stock Exchange, locally or offshore in accordance with Clearing and Settlement Rules approved by the Securities and Exchange Commission, in consultation with the Reserve Bank of Zimbabwe.

