

B. Rules—Delete the word “Committee” and substitute “Council” in each of the following cases (position references to current cyclostyled rules in Members Manual) :

Rule No.	Line	Rule No.	Line
5 (i)	4	72
5 (ii)	3	76
7	3, 7	79 (i)
9	4, 8, 10, 14	79 (ii)
Heading before Rule 12	79 (iii)
12	79 (iv)
12	79 (v)
15 (i)	1	79 (vi)
16	2, 13	80
18	11	83
19	4	88
20	2	130 (ii)
22 (i)	2, 5	132
24	2	133 (i)
26	2	137
27	2, 4	140 (iii)
29	1	140A
30	2	142
31	1	146 (vi)
33	2, 3, 4, 5

3. **Default—Rule 71**—It was resolved that Rule 71 be deleted and the following substituted:

“71. Member Deemed to be a Defaulter—A member of an exchange shall be deemed to be a defaulter in each of the following cases:

“(i) Where he is so declared by the chairman of his exchange after he has failed to pay forthwith the money demanded of him as a buyer under Rule 117 (iv) or as original seller under Rule 119 (xvi).

“(ii) Where his local committee resolves that in its opinion he is in difficulties and has failed or is likely to fail to meet his liabilities.

“(iii) Where he has committed an act of bankruptcy or has become bankrupt or is insolvent or has called a meeting of his creditors or has made a composition with his creditors or assigned his estate for the benefit of his creditors.

“(iv) Where his local committee resolves that in its opinion any other circumstances justify such member being considered a defaulter.”

4. **Contracts with Defaulters—Rule 71A**—It was resolved that a new rule, 71A, be added after Rule 71:

“71A. Contracts with Defaulters—(i) Subject to the provisions of this rule, every uncompleted contract with a member shall be deemed to be rescinded closed and terminated as from the time he becomes a defaulter and where the contract is partially uncompleted there shall be deemed to be rescission closure and termination as to the uncompleted balance.

“(ii) The executive (whose decision shall be final) shall determine the market price on the day the member becomes a defaulter and any surplus or deficiency, in respect of such uncompleted contract or balance thereof shall be determined accordingly.

“(iii) The defaulter shall be liable to the other member for any such deficiency and such other member shall account to the defaulter for any such surplus.

“(iv) Every member involved with a defaulter on a rescinded contract shall inform the Association of the details.”

5. **Settlement—Rule 131**—It was unanimously resolved that Rule 131 be amended by deleting “named the seller in accordance with Rule 120” and substituting “acted under Rule 119”.

6. **Consent to Act—Rule 137**—It was unanimously resolved that Rule 137 be amended by deleting the sentence commencing “Notwithstanding anything . . .” in the 20th line and ending “. . . in such circumstances” in the 27th line.

7. **Constitution**—It was resolved that the following amendments be made to the Rules:

Rule 11—Delete and substitute:

“The annual subscription of each exchange shall be such sum for each member as shall from time to time be fixed at the annual meeting of the council. It shall be competent for the council to strike a levy rateably on all exchanges in accordance with the membership of each exchange at a date specified in the resolution striking such levy. The council may set a different rate of subscription or levy for different classes of membership and may require subscriptions or levies to be paid by instalments. Where the annual subscription is payable by instalments each instalment shall be calculated on the membership on the due date of such instalment. The council shall set the dates upon which the amounts or instalments shall be paid.”

Rule 13—Delete and substitute:

“*Constitution of the Council* :

“The council shall consist of the president, the vice-president, one delegate appointed by each exchange, and those members of the executive appointed by exchanges having 20 or more members (excluding country members).”

Rule 14—(ii) Delete first sentence and substitute:

“The secretary of each exchange shall notify the association in writing immediately following the annual meeting of the exchange of the name of the member appointed delegate under Rule 13”.

Rule 14—Add paragraph (iii) :

“(iii) Neither the president nor the vice president is eligible for appointment as a delegate.”

Rule 20—Delete second sentence and substitute:

“Three delegates shall be a quorum.”

Rule 22: Delete paragraph (ii).

Rule 23: Delete and substitute:

“(i) On voices or a show of hands each member of the council shall have one vote except when the president and the vice-president are members of the same exchange when the vice-president shall not be entitled to vote.

“(ii) A poll shall be taken in every question of amendment to these rules and, if demanded by two delegates, on any other matter of which at least 2 weeks’ notice has been given to the exchanges.

“(iii) On a poll each delegate shall be entitled to exercise one vote for each member of the exchange he represents. A country member of an exchange shall not be counted as a member for the purpose of this rule.”

Rule 24—Delete “delegates” and substitute “a delegate”. Add at the end of rule “A proxy appointed under this rule shall be regarded as a delegate for the purposes of the meeting for which he is appointed.”

Rule 30: Delete “(including proxy votes)” and “(in addition to all votes cast by him as a delegate or a proxy)”. Add at end of rule “in addition to any deliberative vote he may have”.

Rule 32—Delete and substitute:

(i) The executive shall consist of the president, the vice-president, one member appointed by each exchange having 20 or more members (hereinafter in this rule called “a specified exchange”), and the delegates to the council appointed under Rule 13 by exchanges having fewer than 20 members. A country member shall not be counted as a member for purposes of this paragraph.

(ii) Neither the president nor the vice-president is eligible for appointment by a specified exchange.

(iii) A member appointed by a specified exchange shall continue in office until he retires under paragraph (iv) of this rule. Every such member shall be eligible for reappointment.

(iv) One member of the executive appointed by a specified exchange shall retire at the annual meeting each year. The member to retire each year shall be the one who has been longest in office since his last appointment but as between persons who became members of the executive at the same time the one to retire shall, failing agreement between them, be determined by lot.

(v) The secretary of a specified exchange shall notify the association in writing of the name of a member appointed to the executive whenever a new appointment is made.

(vi) Where a member of the executive appointed by an exchange is temporarily unable to act his exchange may in writing appoint another member of such exchange to act in all matters for him as his deputy during his temporary inability to act.

(vii) In the event of any member of the executive appointed by an exchange being unwilling or unable to act for the term or balance of the term for which he was appointed (as to which inability his exchange shall be the sole judge) then his exchange shall appoint another of its members to the executive in his stead. If such appointment is made by an exchange having fewer than 20 members then the appointee shall be deemed to be thenceforth the delegate also of that exchange.

Rule 36—Delete and substitute:

“(i) The president, or in his absence the vice-president, shall be chairman of the executive.

“(ii) In the absence of the president and of the vice-president, the members of the executive present shall elect from their number a chairman for that meeting.”