APPROVED
at the meeting
Supervisory Board of UzRCE
July 30 , 2019
(Protocol No. 219)

REGULATIONS
ON THE DISCIPLINARY COMMITTEE OF THE UZBEK REPUBLICAN CURRENCY EXCHANGE

These Regulations have been developed in accordance with the Law of the Republic of Uzbekistan "On Exchanges and Exchange Activities" and other acts of legislation, the Charter of the Joint Stock Company "Uzbek Republican Currency Exchange" (hereinafter referred to as UzRCE) and other internal regulatory documents of UzRCE.

I.GENERAL PROVISIONS

1. For the purposes of these Regulations, the following basic concepts are applied:

The Supervisory Board of the UzRCE is the governing body of the UzRCE, which exercises general management of the activities of the UzRCE, whose competence includes approving the rules of exchange trading and other internal regulatory documents governing the activities of the UzRCE .

Internal documents of the UzRCE are internal regulatory documents approved by the management bodies of the UzRCE in accordance with their competence.

A member of the UzRCE is a legal entity accepted as a member of the UzRCE in accordance with the "Regulations on membership in the Joint Stock Company "Uzbek Republican Currency Exchange".

2. The Disciplinary Committee of the UzRCE (hereinafter referred to as the Committee) is a permanent body of the UzRCE.

3. The Committee considers cases of violations by members of the UzRCE, makes decisions on them and imposes disciplinary sanctions in accordance with these Regulations.

4. In its activities, the Committee is guided by the legislation of the Republic of Uzbekistan, the Charter of the UzRCE, these Regulations and other internal documents of the UzRCE.

II . PROCEDURE FOR FORMING A COMMITTEE

5. The committee is created by decision of the Supervisory Board of the UzRCE and is formed from among candidates proposed by members of the Supervisory Board of the UzRCE.

6. The quantitative composition of the Committee is determined by the decision of the Supervisory Board of the UzRCE and cannot be less than five or more than seven people.

7. The Committee consists of the Chairman, his deputy, secretary and members of the Committee.

8. The composition, number of members and Chairman of the Committee are approved by the decision of the Supervisory Board of the UzRCE. These decisions approve the Secretary of the Committee to maintain documentation on the decisions taken. The Secretary of the Committee does not have the right to vote when making decisions.

9. The elected composition of the Committee is valid until the Supervisory Board of UzRCE forms a new composition of the Committee.

10. A member of the Committee, at the proposal of the Chairman of the Committee and (or) the Executive body of the UzRCE, may be excluded from the Committee by the Supervisory Board of the UzRCE if he did not participate (including did not submit written opinions or completed voting ballots on the issues under consideration) in three or more meetings of the Committee. An

expelled member of the Committee cannot be proposed as a candidate for election to the Committee when forming the next composition of the Committee.

11. A member of the Committee has the right to resign from the Committee early (resign his powers) by notifying the UzRCE about this by sending a written statement.

12. Chairman of the Committee:

convenes meetings of the Committee and presides over them;

provides the Supervisory Board of UzRCE with a report on the activities of the Committee;

exercises control over the implementation of the Committee's decisions.

In the absence of the Chairman of the Committee, his duties are performed by his deputy.

The Deputy Chairman of the Committee is elected from among the members of the Committee by a simple majority of votes.

13. The Secretary of the Committee performs responsibilities for organizational support of the Committee's activities, as well as:

makes a ruling on accepting the case for proceedings;

carries out instructions from members of the Committee for the preparation of meetings;

requests the necessary information on behalf of the Committee members;

informs the members of the UzRCE about the activities of the Committee and the decisions it makes.

III . COMPETENCE OF THE COMMITTEE

14. The competence of the Committee extends to all members of the UzRCE.

15. With regard to the range of issues under consideration, the competence of the Committee includes violations, the composition of which is defined in the "Regulations on membership in the Joint Stock Company "Uzbek Republican Currency Exchange" and the rules for conducting exchange trading on the UzRCE.

IV . TYPES OF DISCIPLINARY PENALTY

16. Disciplinary sanctions are:

warning;

fine;

suspension of membership or exclusion of a member of the UzRCE from the membership of the UzRCE.

17. For committing one disciplinary violation, only one disciplinary sanction can be imposed on a member of the UzRCE. The penalty is imposed for each disciplinary violation separately. If the Committee considers several disciplinary violations committed by one person in one disciplinary proceeding, then disciplinary punishment is imposed for the most serious violation.

18 . For disciplinary violations determined by the rules of exchange trading and other internal documents of the UzRCE, penalties may be imposed no later than one year from the date of the disciplinary violation, provided that from the day when this violation (except for ongoing ones) became known to the Committee, no more than six months have elapsed.

V. PROCEDURE FOR CONSIDERATION OF CASES IN THE COMMITTEE

19. The case in the Committee is initiated by accepting a statement from any interested parties, or receiving a notification from a structural unit or official of the UzRCE about the commission of a disciplinary violation by a member of the UzRCE with the attachment of an act on the violation committed by the member of the UzRCE.

The application is accepted by the Secretary of the Committee.

2 0. After accepting an application or notification, the Secretary of the Committee is obliged to consider the application within three days from the date of its receipt. Based on the results of

the consideration, the Secretary of the Committee is obliged to make a reasoned decision to initiate or refuse to initiate disciplinary proceedings. A decision to refuse to initiate disciplinary proceedings may be made if it follows from the application or notification that the issue does not fall within the competence of the Committee.

21. The Chairman of the Committee announces the holding of a meeting within one to three days.

22. The Secretary notifies the members of the Committee about the meeting.

23. Persons participating in the meeting are notified of the day of the meeting, determined by the Chairman of the Committee.

If the persons participating in the meeting were notified of the day of the Committee meeting, and there is evidence of such notification, then their absence is not an obstacle to hearing the case and making a decision on it.

24. The materials of the case are presented at a meeting of the Committee by a rapporteur, a member of the Committee appointed by the Chairman, or an interested person.

25. When making decisions, members of the Committee are guided by the legislation of the Republic of Uzbekistan, these Regulations and other internal documents of the UzRCE.

26. When making a decision, each member of the Committee has one vote. In case of equality of votes, the vote of the Committee Chairman is decisive.

27. Members of the Committee who do not agree with the decision made have the right to draw up and attach to the decision a special opinion, which is an integral part of the said decision.

28. A meeting of the Committee is valid if at least half of the members of the Committee, including the person performing the functions of the Chairman, participate in it.

29. Meetings of the Committee are open. Cases of disciplinary violations are considered in closed meetings if the applicant or member of the UzRCE who is subject to disciplinary liability objects to holding an open meeting, as well as in cases where the information presented during disciplinary proceedings contains state or commercial secrets or is confidential in accordance with the law of the Republic of Uzbekistan and internal documents of the UzRCE.

30. The Committee establishes its own rules for holding meetings in matters not regulated by these Regulations.

VI . EXECUTION OF COMMITTEE DECISIONS

31. The Committee’s decision to impose a disciplinary sanction is binding on all members of the UzRCE, officials and employees of the UzRCE.

32. A fine imposed on members of the UzRCE must be paid by the UzRCE no later than ten days from the date of receipt of the decision to impose a fine by the Committee.

33. Monitoring the implementation of the Committee’s decision is organized by the General Director of UzRCE.

VII . APPEALING COMMITTEE DECISIONS

34. Persons participating in the case have the right to appeal the decision of the Committee in the Arbitration Committee of the UzRCE, and if they disagree with its decision, in the economic court.

35. A complaint against the decision of the Committee can also be submitted to the Supervisory Board of the UzRCE within three days from the date of receipt of the decision of the Arbitration Committee of the UzRCE.

3 6. The complaint must indicate what the violation or incorrect application of the norms of these Regulations or other internal documents of UzRCE consists of.

37. The Supervisory Board of the UzRCE considers the complaint within one month from the date of its receipt.

38. Based on the results of consideration of the complaint, the Supervisory Board of UzRCE has the right:

leave the Committee's decision unchanged;

cancel the Committee's decision in whole or in part and make a new decision;

overturn the Committee's decision and refer the case for a new consideration by the Committee;

cancel the Committee's decision and terminate disciplinary proceedings for the absence of a disciplinary violation or its insignificance.

VIII . PROVISION OF INFORMATION

39. The Secretary of the Committee has the right to request from members of the UzRCE, structural divisions and officials of the UzRCE, and third parties information to the extent necessary for a complete, comprehensive and objective study of all the circumstances of the case accepted for consideration.

40. A request for information must contain a reference to the case, the circumstances of which are to be clarified, and an exact list of the requested information.

41. A request for information is sent to the person to whom it is addressed in writing by post, courier, fax or other means.

42. A member of the UzRCE, a structural unit or an official of the UzRCE to whom the request is sent must provide, within five working days from the date of its receipt, an answer on the merits of the questions contained therein or a reasoned refusal about the impossibility of providing the requested information.

IX . CONFIDENTIALITY

43. Members of the UzRCE, structural divisions and officials of the UzRCE, in accordance with the legislation of the Republic of Uzbekistan, take all measures within their power to maintain confidential information relating to the activities of the Committee.

X. CANCELLATION OF THE COMMITTEE DECISION

44. The Committee’s decision to impose a disciplinary sanction may be canceled by the Supervisory Board of the UzRCE if the circumstances that served as the basis for the Committee’s decision subsequently no longer exist, in particular, as a result of the decision being canceled by the Arbitration Committee of the UzRCE or the court.

45. Cancellation of the Committee’s decision by the Supervisory Board of the UzRCE entails the termination of disciplinary proceedings.

46. The decision of the Supervisory Board of the UzRCE is final and excludes the possibility of initiating a new case of disciplinary violation against this member of the UzRCE on the same grounds.

47. If the Committee’s decision is canceled, the amount of the fine previously paid by him is returned to the corresponding member of the UzRCE, and other penalties applied to the member of the UzRCE are cancelled.

48. The amount of the fine is returned to the member of the UzRCE within ten days from the date of cancellation of the appealed decision of the Committee.