



CHANGES TO THE AIM RULES FOR NOMINATED ADVISERS

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ICAEW welcomes the opportunity to comment on the *Changes to the AIM Rules for Nominated Advisers* published by London Stock Exchange on 26 April 2018, a copy of which is available from this [link](#).

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COMMENTS ON SPECIFIC AMENDMENT

Proposed New Rule 27(c) Supervision of Qualified Executives

1. The London Stock Exchange proposes in proposed Rule 27(c) to include provisions in the AIM Rules for Nominated Advisers to require remedial action and/or restrictions on the status of a Qualified Executive. It would be helpful if the rules were to refer to consequences of the Exchange requiring such actions.
2. For example, will the Nominated Adviser that employs the Qualified Executive be required to notify the FCA that such action has been required by the Exchange? Has the Exchange discussed with the FCA what implications might arise for the Fit & Proper test for Approved Persons?
3. Moreover, would the Qualified Executive have to disclose to a future employer the action to which they were subject or will there be another mechanism for firms to check the record of future potential employees?
4. We believe that these clarifications are important so that firms and the individuals concerned are fully aware of the ramifications of remedial action required by the Exchange.