

# Australian Stock Exchange



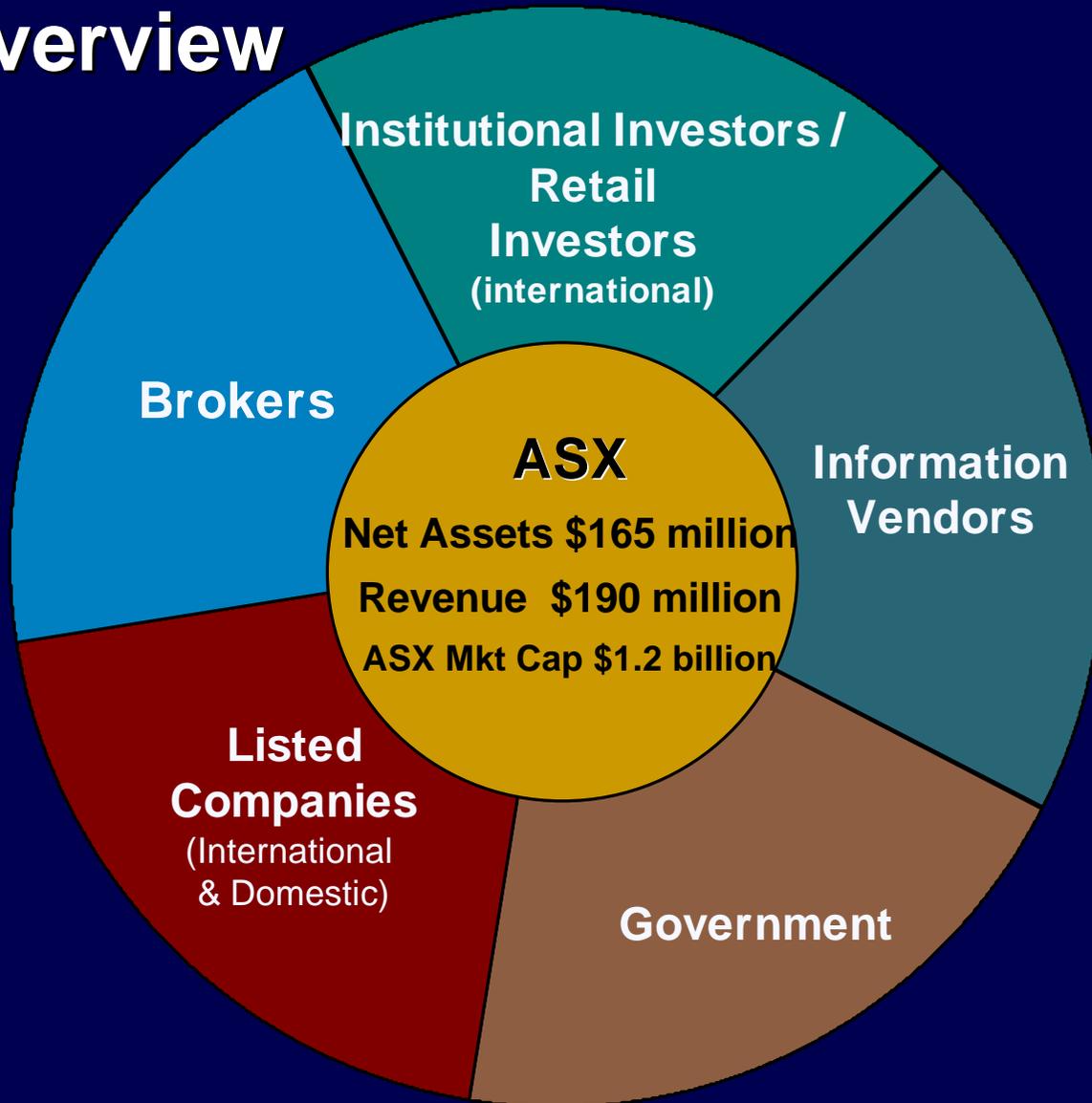
## *Globalisation of Markets*

**Richard Humphry, Managing Director & CEO**

**Presentation to:**

**IOSCO Annual Conference, 19 May 2000**

# ASX Overview



<b>Domestic market capitalisation</b>	<b>\$655 billion</b>
<b>Overseas market capitalisation</b>	<b><u>\$191 billion</u></b>
<b>Total market capitalisation</b>	<b>\$846 billion</b>

# ASX is an Electronic Market

*ASX has strong track record in technological innovation*



ASX

<b>Equities, Warrants &amp; Interest rate securities trading</b>	<b>SEATS</b>
<b>Securities clearing &amp; settlement</b>	<b>CHESS</b>
<b>Options trading</b>	<b>CLICK</b>
<b>Options clearing</b>	<b>DCS</b>
<b>Venture Capital</b>	<b>EM</b>
<b>Surveillance</b>	<b>SOMA</b>
<b>Information Dissemination</b>	<b>CAP</b>
<b>Customer Interface</b>	<b>MAPS</b>
	<b>Signals</b>

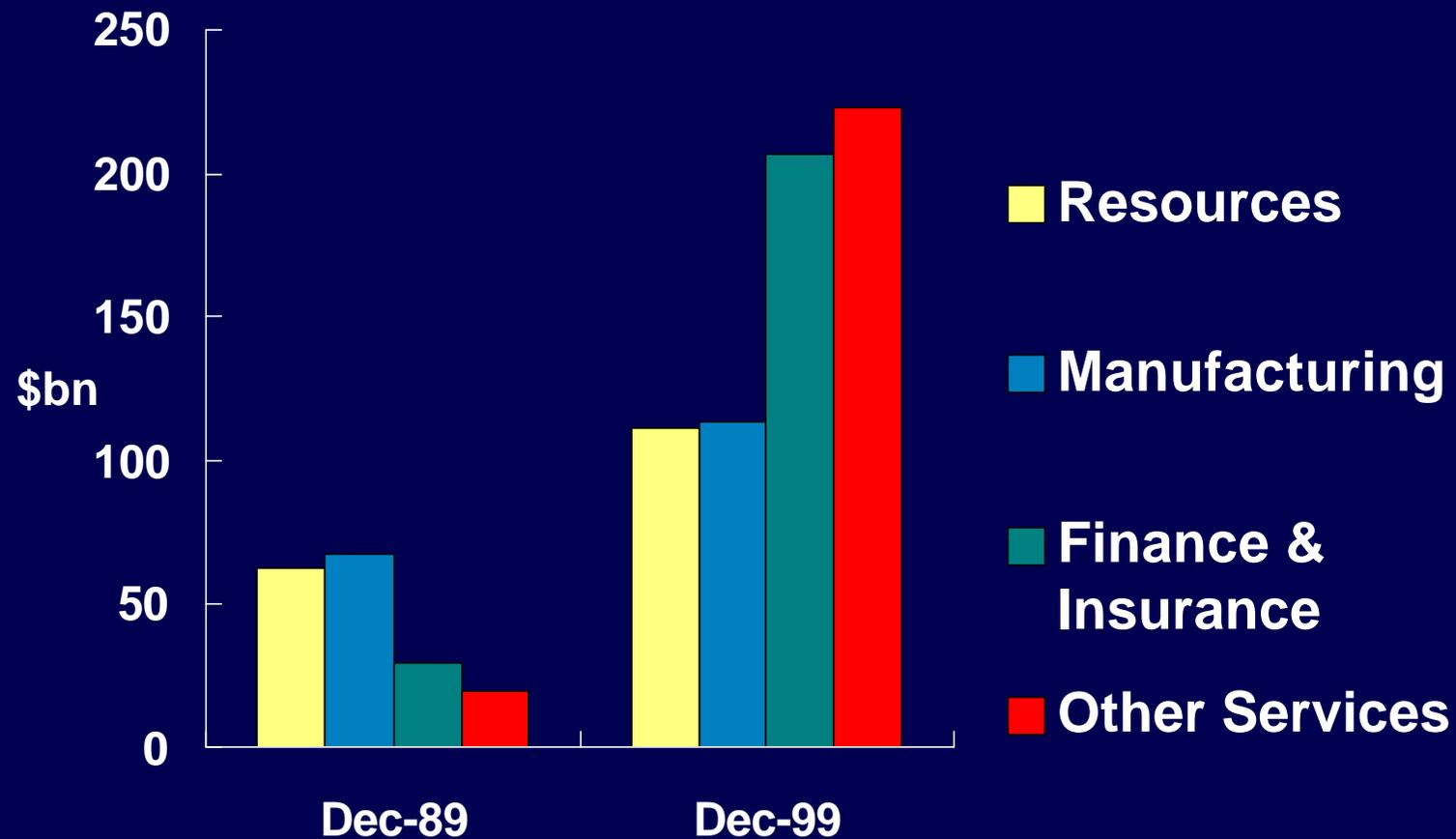
IME 1T 835							XAO 30103 91			SOH 6T 370				BHP 1T 1710							
Pg 1	Bid	Ofr	Open	Hi	Lo	Lst	Vol	Pg 2	Bid	Ofr	Open	Hi	Lo	Lst	Vol						
AMP	NR1457	1459	1475	.75	.57	.57	1M	XAAA	114	115	100	114	97	111	6M						
ASX		1066	1070	10642	.70	.55	.66	1HT	XBBB	290	305	255	305	250	300						
BHP	NR		1710	16898	1730	16898	1710	1M	XCCC	83	10	85	145	84	993HT						
CCL		352	353	3705	.705	.53	.53	2HT	XDDD			260									
CWO	NR		490	481	502	481	490	7M	XEEE			01	01	01	011HT						
DVT		148	149	158	.59	.44	.48	3M	XFFF			205									
NCP		2075	2078	20517	.90	.35	.75	2M	XMMM	NS		2609									
TLS		678	679	692	.94	.77	.79	3M	XOOO			155									
-----							XSSS			386				-----							
XAO							30103			91				03%							
-----							XAO			30103				91				03%			

ASX	ASX	FPO	Cls	1049	Opn	10642	Trd	89	\$1,382T	Vol	130,012	
SHORTSELL												
A	140	1264	1066	1070	2T	317	A	12:12	236	1066	140	270
B	298	1465	1065	1070	5T	154	B	:05	235	1065	298	270
C	200	276	1060	1072	4T	361	C	:02	3300	1065	298	154
D	298	2500	1060	1080	870	298	D	:02	1700	1065	299	154
E	704	500	1059	1090	800	140	E	11:51	1801	1065	298	135
F	298	2500	1056	1095	1400	140	F	:50	3199	1065	298	412
G	112	5T	1056	1095	1T	140	G	:50	800	1065	282	412
H	244	1T	1050	1095	2T	298	H	:50	401	1065	345	412

WATCH	ASX
Func	Code Page Number
	nml

# The Australian Market - *Evolution*

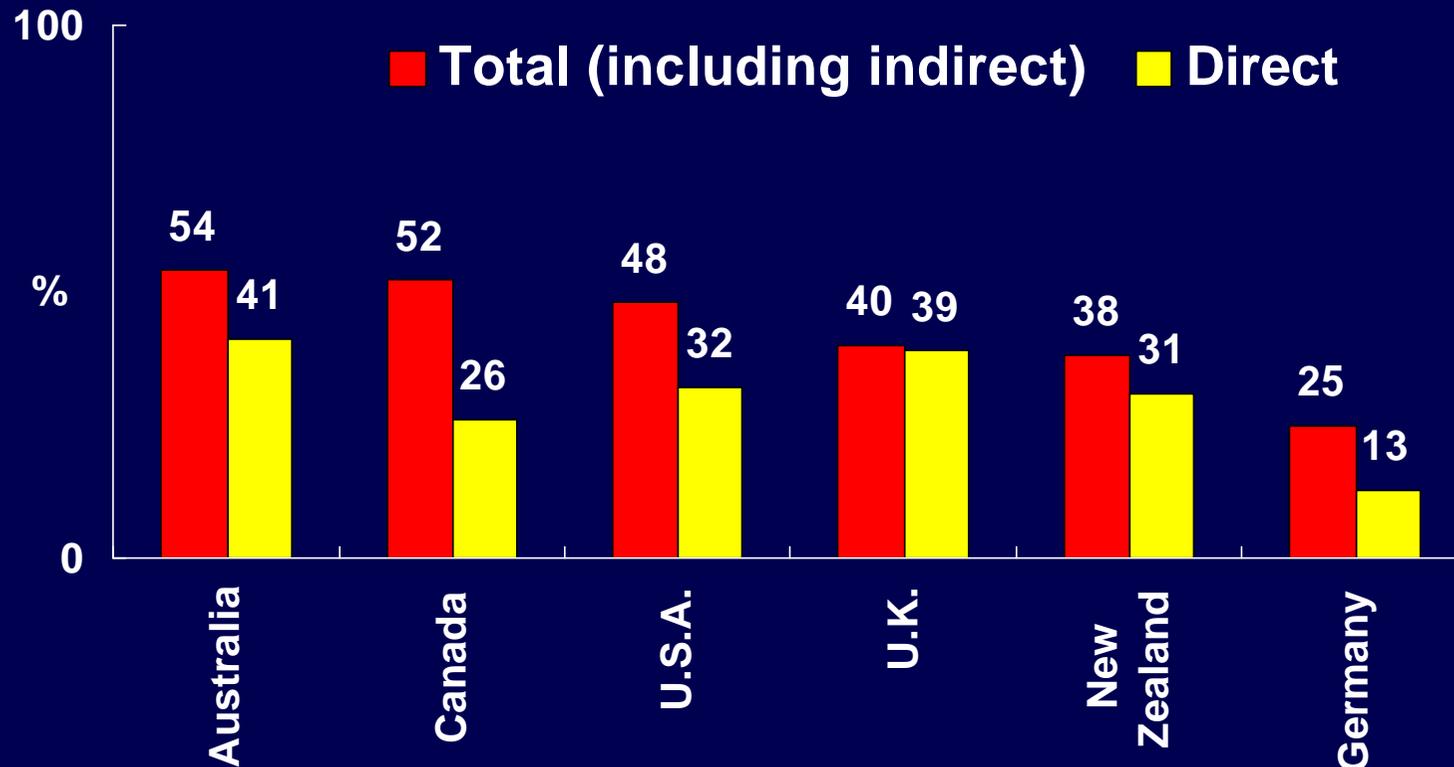
## Market Structure



- Resources no longer underpin Australian market

# The Australian Market - *Evolution*

## Share Ownership

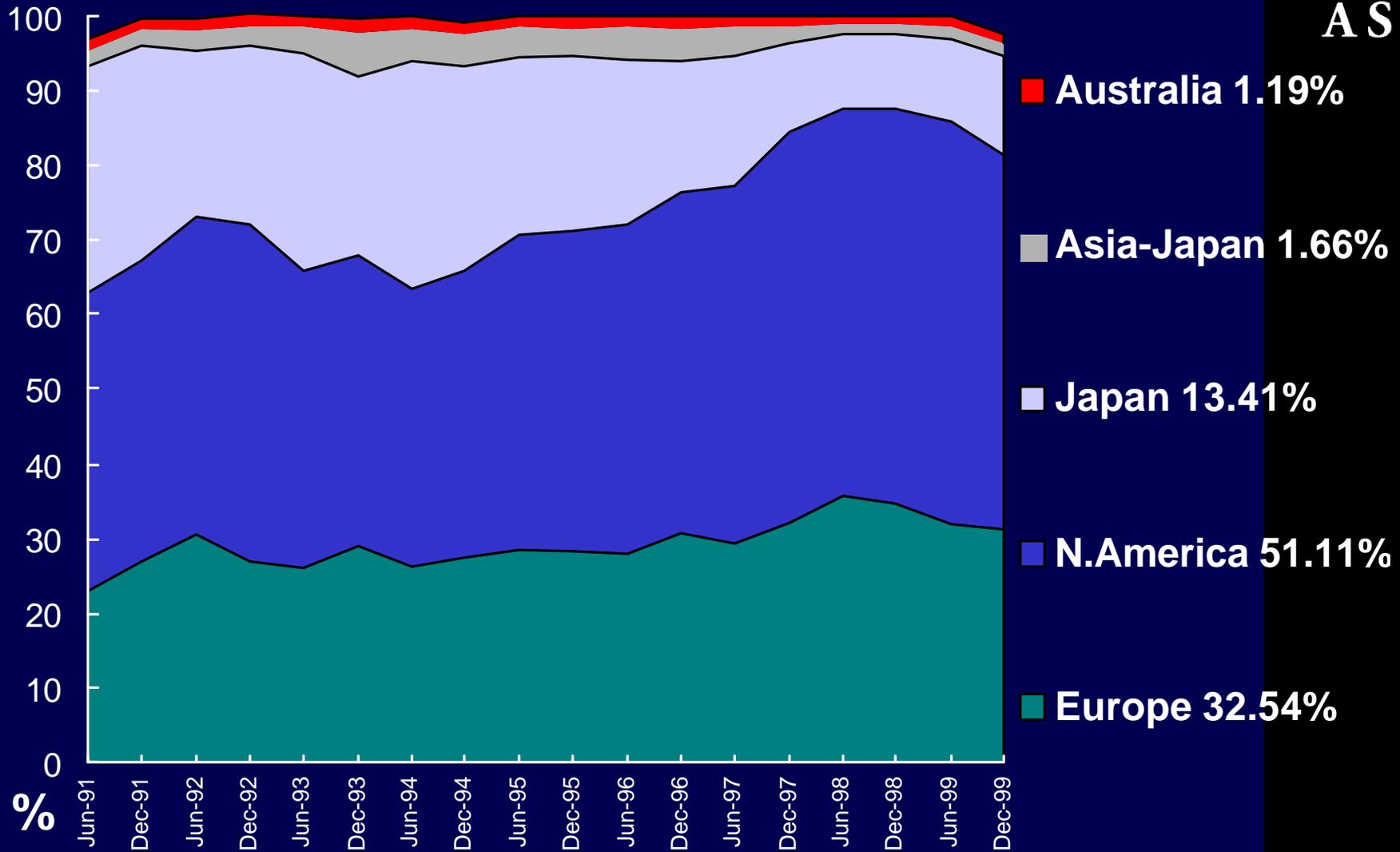


- Direct retail share ownership in Australia has doubled since 1997
- CGT & stamp duty changes → room for further growth

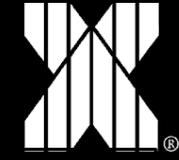
# MSCI World Index Weights



ASX



# Alternate Trading Systems & Exchanges



ASX

Chicago Stock Ex. session 4.30 to 6.30

New York Stock Ex.

NASDAQ SelectNet

Night Trading Network

Liquidity (TIBCO/IXnet)

## Participant Shareholders

- Dow Jones
- Morgan Stanley
- J P Morgan
- Warburg Dillon
- UBS
- American Century
- Reuters
- E\*Trade
- GE Capital
- CNBC
- Goldman Sachs
- Lehman Brothers
- Donaldson Lufkin & Jenrette (DLJ Direct)
- Merrill Lynch
- Citigroup
- Salomon Smith Barney
- Discover
- Dreyfus
- Sunguard
- Knight
- Charles Schwab
- Spear, Leeds & Kellogg
- Fidelity
- PaineWebber (undisclosed terms)
- Bloomberg
- Group Arnault
- Waterhouse
- Datek



# Global Financial Markets



ASX



# ASX Products & Services

*Meeting customer demands*



ASX

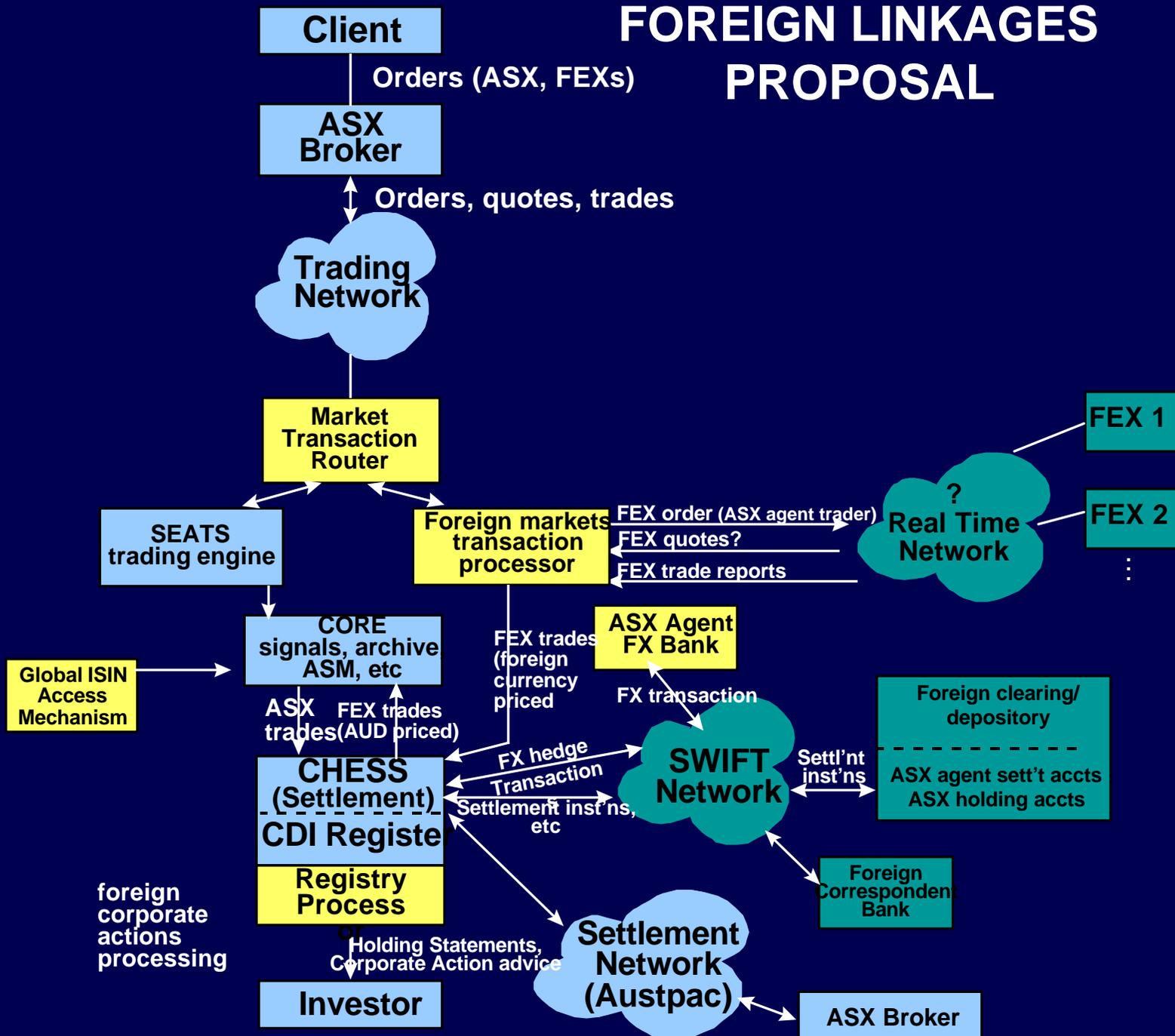
	Retail Debt Market	Whole-sale Debt	Equities	Warrants	Options	LEPOs Futures
Market Information & Education	✓		✓	✓	✓	✓
Trading System & Regulation	✓		✓	✓	✓	✓
Clearing & Settlement	✓		✓ *third party clearing	✓	✓	✓
Registry			✓			
Back office						

# Global Alliances

- **Standard & Poor's**
- **Singapore**
- **Bloomberg / ASX Global Order Routing Network**
- **Nasdaq**
- **Regulation S / CHESSE Depository Instruments**



# FOREIGN LINKAGES PROPOSAL



# ASX Market Integrity

*Market integrity is crucial*

- **Company listing rules**
- **Broker business rules**
- **Tribunals**
- **Surveillance**
- **Investigation & enforcement**
- **Supervisory board (majority of external directors)**

