

SECTION 14

FINANCIAL RESPONSIBILITY AND OPERATIONAL CAPABILITY OF PARTICIPANTS

- 14.1** CDS may establish, as it deems necessary or appropriate, standards of financial responsibility, operational capability, experience and competence for Participants. CDS may also establish guidelines for Participants, for being accepted as Participants. CDS shall have the authority to examine the financial responsibility and operational capability of any Participant or applicant to become a Participant. In conducting such examinations, CDS may require a Participant or Applicant to furnish such information, to make its books and records available and to provide sworn or unsworn testimony, as will be sufficient in the opinion of CDS, to demonstrate the financial responsibility and operational capability of the Participant or Applicant.
- 14.2** On admission Participants shall submit to CDS quarterly financial statements before the expiry of twenty (20) days from the end of each quarter and audited financial statements within six (06) months from the end of the financial year. Failure to submit such statements on or before the due date may result in the CDS suspending the Participant until such reports are filed.
- 14.3** The Board of Directors of CDS shall have the right of suspending a Participant from using the services and facilities offered by CDS if such participant is found to be financially Unstable.
- 14.4** The CDS may withdraw participatory status from a participant if such participant had not been actively engaged in business with CDS for a continuous period, the duration of which may be determined by the Board of Directors.