

Resolution No. (72) of 2015
Regarding
Issuance of the Executive Bylaws of Law No. (7) of 2010 and its Amendments
Regarding the Establishment of the Capital Markets Authority
and Regulating Securities Activities

Having Perused:

- Law No. (7) of 2010 regarding the Establishment of the Capital Markets Authority and Regulating Securities Activities and its Amendments; and
- Based on CMA Board of Commissioners Resolution passed in its meeting No. (37) of 2015 held on 8/11/2015 regarding approving the issuance of the Executive Bylaws of Law No. (7) of 2010 and its Amendments regarding the Establishment of the of the Capital Markets Authority and Regulating Securities Activities.

The Following Was Resolved

Article 1

Issuance of the Executive Bylaws of Law No. 7 of 2010 and its Amendments regarding the Establishment of the Capital Markets Authority and Regulating Securities Activities.

Article 2

Previous CMA resolutions and regulations as shown in Appendix 1 attached to this Resolution are hereby annulled.

Article 3

Resolutions and regulations previously issued by Kuwait Stock Exchange as shown in Appendix 2 attached to this Resolution are hereby annulled.

Article 4

Transitional provisions shall be enforced as per Appendix 3 attached to this Resolution.

Article 5

Resolutions issued by the Capital Markets Authority and Kuwait Stock Exchange which have not been annulled pursuant to this Resolution remain valid, unless they conflict with the provisions of the Law and the Executive Bylaws attached to this Resolution.

Article 6

Whatever conflicts with the provisions of the attached Executive Bylaws shall be annulled.

Article 7

Without prejudice to the periods of regularizing situations and the enforcement of some provisions of these Executive Bylaws as set out in Appendix 3 attached to this Resolution, the provisions of these Executive Bylaws shall be effective as of the date of issuance and shall be published in the Official Gazette.

Dr. Nayef Falah Mubarak Al-Hajraf
Chairman, CMA Board of Commissioners

Issued on: 9/11/ 2015

Appendix 1

Resolutions and Regulations of the Capital Markets Authority which are Annulled Pursuant to the Provisions of these Bylaws

Resolution No. (48) of 2015 Regarding Issuance of Corporate Governance Regulations for Companies Listed in the Exchange and Shareholding Companies Licensed by the Capital Markets Authority.
Resolution No. (52) of 2015 on Issuance of the Authority's Regulations No. (1) Regarding Competency and Integrity Principles of Licensed Persons.
Resolution No. (53) Regarding Issuance of the Authority's Regulations No. (2) of 2015 on Anti-Money Laundering and Combating the Financing of Terrorism (AML/CFT).
Resolution No. (7) of 2015 Regarding Regularizing the Situations of Kuwait Clearing Agency and the Application of Post-trade System.
Resolution No. (67) of 2014 Regarding Issuance of Preferred Shares Regulations.
Regulations No (6) of 2014 Regarding Regulations and Procedures of Merger Transactions
Regulations No. (5) of 2014 concerning the Competency and Integrity Principles for Securities Exchanges
Resolution No. (24) of 2014 of CMA Board of Commissioners Regarding Scope of Work of an Investment Advisor
Regulation No. (29) of 2014 of CMA Board of Commissioners Regarding Excluding the Institutions and Public Authorities Participating in the Investment Funds Board of Directors from Implementing the Provisions of Articles No. (317) and (318) of the Executive Bylaws of Law No. (7) of 2010
Resolution No. (23) of 2014 Regarding the Issuance of Listing Regulations of Shareholding Companies' Shares in the Securities Exchange
Resolution No. (19) of 2014 of the CMA Board of Commissioners Regarding the Appointment of an Investment Fund Auditor if there are no Fund Board of Directors' Members

CMA Regulations Regarding the Permitted Trading Proportion for the Controller of a Company Listed in the Securities Exchange No. (C.M.A/M.R.S/A.M/4/2014)
CMA Regulations Regarding The Controls and Procedures of Executing Voluntary Acquisition Processes No. (C.M.A/M.R.S/M.A/3/2014)
CMA Regulations Regarding Controls of Promotional and Marketing Announcements of Investment Funds No. (C.M.A/M.R.S/I.F/2/2014)
Resolution No. (21) of 2014 of Capital Markets Authority Regarding Ceasing Trading of the Offeree Company's Share When Disclosing the Acquisition Offer
Resolution No. (9) of 2014 of CMA Board of Commissioners Regarding Rules of the Investment Fund Purchase of a Security Issued by the Company which is Managing the Fund or Any of its Subsidiaries or Whose Fund Manager is its Underwriting Manager or Sale Agent (Resolution No. (20) issued on 9/5/2013 was cancelled by the Resolution above)
Resolution No. (2) of 2014 of CMA Board of Commissioners Regarding Controls for Practice of Sharia Review & Audit Profession for Investment Funds Licensed to Operate in accordance with the provisions of Islamic Sharia
Capital Markets Authority Regulations Concerning the Procedures of Mandatory Acquisition Processes No. (CMA/S.M.R/M.A/7/2013)
Capital Markets Authority Regulations Regarding Regulating Shareholding Companies Purchase of their Shares (Treasury Shares) and the Method of their Use and Disposal No. (C.M.A/M.R.S/C.F/6/2013)
Resolution No. (33) of 2013 of CMA Board of Commissioners Regarding Trading Shares of Delisted Companies in the Securities Exchange
Resolution No. (32) of 2013 of CMA Board of Commissioners Regarding the Requirements of Licensed Persons' Capital
Regulations Concerning Regulating the Dealings in Securities of Board of Directors Members, Executive Staff Members, and Other Insiders in Shareholding Companies, and the Method of Disclosure No. (C.M.A/S.S./C.G./5/2013)
Arbitration Rules of the Capital Markets Authority
Resolution No. (26) of 2013 of CMA Board of Commissioners Concerning Notifying the Capital Markets Authority of Defaulting Traders in Kuwait Stock Exchange

Resolution No. (24) of 2013 of the CMA Board of Commissioners Regarding The Controls of the Nomination Mechanism for the Licensed Person's Board Membership
Resolution No. (23) of 2013 of CMA Board of Commissioners Regarding Amending Resolution No. (9) of 2011 Concerning the Requirements of the Licensed Persons
Capital Markets Authority Regulations No. (C.M.A/M.R.S/A.M/2/2013) Regarding Procedures of Disclosing the Acquisition Offer
Resolution No. (14) of 2014 of CMA Board of Commissioners Regarding Controls for Practice of Sharia Review & Audit Profession for Investment Funds Licensed to Operate in accordance with the Provisions of Islamic Sharia
Resolution No. (4) of 2013 of CMA Board of Commissioners Regarding Regulations of Investment in the Fund of Funds
Resolution No. (3) of 2013 of CMA Board of Commissioners Regarding Regulations for Investment in Monetary Market (MM) Funds
Resolution No. (2) of 2013 of CMA Board of Commissioners Regarding Regulations of Debt Instruments Investment Funds
Code of Conduct for Licensed Persons Operating in accordance with the Provisions of Islamic Sharia
Resolution No. (24) of 2012 Regarding Issuing Regulations of Registering Auditors in the Concerned Register with the Capital Markets Authority
Administrative Resolution No. (23) of 2012 Regarding Provisions of Investment Fund Unit Holders' Assembly
Regulations of the Capital Markets Authority No. (CMA/MRS/IF/6/2012) Concerning Appointment of a Substitute Manager for an Investment Fund
Capital Markets Authority Regulations No. (C.M.A./S.S/ S.C.M/5/2012) Regarding Valuation of Real Estate Assets
Resolution No. (9) of 2012 of CMA Board of Commissioners Regarding Regulations for Investment in Monetary Market (MM) Funds
Resolution No. (8) of 2012 Regarding Settlement of Real Estate Funds Controls
CMA Regulations No. (CMA/MRS/I.F/7/2012) Regulations for Establishing Investment Fund Outside the State of Kuwait

Regulations to all Licensed Persons Regarding Clients Complaints
Resolution No. (6) of 2012 of CMA Board of Commissioners Regarding Holding Companies' Scope of Submission to the Provisions of Licensing Securities Activity
Regulations Concerning Disclosure of Material Information and the Mechanism of Announcement No. (CMA/S.S/C.D/2/2012)
Administrative Resolution No. (3) of 2012 Regarding Rules of Investments in Securities by Investment Funds
Resolution No. (10) of 2011 Concerning the Adoption of International Accounting Standards By the Capital Markets Authority
Resolution No.(9) of 2011 Regarding the Requirements of the Licensed Persons.
Resolution No. C.B.C.2-4 of 2011 issued on 3/3/2011 Regarding Issuance of the Executive Bylaws of Law No. 7 of 2010 Regarding the Establishment of the Capital Markets Authority and Regulating Securities Activities and its Amendments

Appendix 2

Resolutions of Kuwait Stock Exchange which are Annulled Pursuant to the Provisions of these Executive Bylaws

Decree Regarding Listing Brokers and their Assistants in Kuwait Stock Exchange (issued on: 08/08/1984)
Administrative Resolution No. (4) of 1985 Regarding Rules of Listing and Trading Bonds in Kuwait Stock Exchange
Resolution of the Vice President of Kuwait Stock Exchange Committee No. (4) of 1987 Regarding the Execution of Clients' Orders
Resolution of Kuwait Stock Exchange Committee No. (5) of 1999 Regarding the Regulation of Disclosure of Interests in Shareholding Companies
Resolution of Kuwait Stock Exchange Committee No. (9) of 1999 Regarding Conditions and Procedures of Registering Investment Funds in Kuwait Stock Exchange
Resolution of Kuwait Stock Exchange Committee No. (1) of 2000 Regarding Some Persons' Dealings in Securities Listed in the Stock Exchange
Resolution of Kuwait Stock Exchange Committee No. (3) of 2000 Regarding Controls of Dealing in Shares through Managing Companies of Investment Portfolios
Resolution of Kuwait Stock Exchange Committee No. (1) of 2001 Regarding Amending Controls of Dealing in Shares through Managing Companies of Third Party Portfolios
Resolution of the Manager of the Stock Exchange No. (31) of 2003 Regarding the Rules of Anti-Money Laundering and Combating the Financing of Terrorism
Resolution of Kuwait Stock Exchange Committee No. (1) of 2005 Regarding Financial Statements of Brokerage Companies and Membership of their Boards of Directors
Resolution of Kuwait Stock Exchange Committee No. (5) of 2005 Regarding Controls of Managing and Supervising Third Party's Portfolios.
Resolution of Kuwait Stock Exchange Committee No. (6) of 2005 Regarding Regulating Central Custody and Registration Processes

Resolution of Kuwait Stock Exchange Committee No. (2) of 2007 Regarding Rules and Conditions of Listing Shareholding Companies in the Parallel Market
Resolution of Kuwait Stock Exchange Committee No. (4) of 2007 Regarding Holding General Assemblies, Distributing Profits and Increasing the Number of Shareholders
Resolution of Kuwait Stock Exchange Committee No. (3) of 2007 Regarding Increasing the Capital of Listed Companies
Resolution of the Director of the Stock Exchange No. (14) of 2007 Regarding Temporarily Ceasing the Trading in the Shares of the Listed Companies
Resolution of Kuwait Stock Exchange Committee No. (2) of 2008 Regarding the Rules of Listing Shareholding Companies in the Main Market
Resolution of Kuwait Stock Exchange Committee No. (3) of 2008 Regarding Amending Article No. (15) of Resolution No. (5) of 2005 Regarding Controls of Third Party's Portfolios and Supervising the same
Resolution of Kuwait Stock Exchange Committee No. (2) of 2009 Regarding Regulating trading in the Market in Exceptional Circumstances
Resolution of Kuwait Stock Exchange Committee No. (4) of 2009 Regarding the conditions of the transition of shareholding companies from Parallel Market to the Main Market
Resolution of the Director of the Stock Exchange No. (33) of 2009 Regarding Procedures of Shareholding Companies Purchase and Sale of their Shares in the Market
Resolution of Kuwait Stock Exchange Committee in its Meeting No. (9/2010) Held on 23/12/2010 Regarding Controls of Determining the Fair Value of the Investment Real Estate of the Companies Requesting to be Listed and the listed companies in both the Main and Parallel Markets
Resolution of Kuwait Stock Exchange Committee No. (1) of 2014 Regarding the Rules of Regulating Accounts Auditing of Companies Listed in the Stock Exchange

Appendix 3

Transitional Provisions

Module	Transitional Provisions
Module Two Capital Markets Authority	<ol style="list-style-type: none"> 1. The membership of the Advisory Board for Sharia Supervision formed at the time of enforcing these Bylaws shall be extended until December 31, 2016, unless the positions of the Board membership were vacant for other reasons. 2. The first Advisory Board of the Capital Markets Authority shall commence work as of January 1, 2017. 3. The membership of the Complaints and Grievances Committee formed at the time of enforcing these Bylaws shall be extended until December 31, 2016, unless the positions of the Council membership were vacant for other reasons
Module Three Enforcement of the Law	<ol style="list-style-type: none"> 4. Complaints submitted to the Complaints and Grievances Committee and were not considered prior to the issuance of these Bylaws shall be referred to Board if they were under the jurisdiction of the Council in accordance with the provision of these Bylaws. 5. The Complaints and Grievances Committee shall continue to consider grievances against the Committee's resolutions in complaints that were not considered prior to the issuance of these Bylaws until the issuance of resolutions on those grievances. 6. The appellant shall benefit from the dates that were extended by virtue of these Bylaws, if the original date was not due until the issuance of these Bylaws. 7. The appellant shall benefit from the dates stipulated in the previous Executive Bylaws if those dates were shortened by virtue of these Bylaws, if the resolution was issued by virtue of the pervious Bylaws and the appeal date was still effective in accordance to it until the issuance of these Bylaws. 8. If the appeal dates stipulated in the previous Bylaws were closed, it is not permitted to those whom the

	<p>resolution was against to benefit from the new appeal dates by virtue of these Bylaws.</p>
<p>Module Four</p> <p>Securities Exchanges and Clearing Agencies</p>	<p>9. The current Kuwait Stock Exchange is considered as an authorized Securities Exchange and it shall comply with the provisions of the Law and these Bylaws.</p> <p>10. Exempting from the provision of article (1-2-3) of Module Four (Securities Exchange and Clearing Agencies), the Authority shall grant a Securities Exchange license to Boursa Kuwait Securities Company (K.S.C.P.) to replace Kuwait Stock Exchange after completing the adjustment of Kuwait Stock Exchange's affairs in accordance to the provisions of the Law and these Bylaws and the company's fulfilment of the license requirements stipulated in these Bylaws.</p> <p>11. Taking into consideration the Authority's competences stipulated in the Law and these Bylaws, and in case the Authority shall assign by virtue of Boursa Kuwait Securities Company (K.S.C.P.)'s license to manage the material and intellectual assets of Kuwait Stock Exchange and to undertake the administrative and financial duties required to manage the Exchange, the Board of Directors of the said company shall replace the Stock Exchange Committee and the Chief Executive Officer of the company shall replace the Exchange Director concerning the competences stipulated in article (9) of the Decree issued on 14 August 1983 regarding the regulation of Kuwait Stock Exchange.</p> <p>12. Boursa Kuwait Securities Company (K.S.C.P.) shall fulfil all necessary procedures to undertake the tasks assigned to it by virtue of paragraph (11) hereinabove within the date prescribed by the Authority.</p> <p>13. Immediately after the Advisory Committee appointed by the Authority to evaluate the material and intellectual assets of Kuwait Stock Exchange and determine what shall be referred to the Stock Exchange completes its final report in that concern and the Authority's approval of it, the Authority shall determine the issued capital of Boursa Kuwait Securities Company (K.S.C.P.) upon which its Shares shall be allocated as illustrated in article (33) of the Law, provided that the Authority shall take</p>

	<p>into account the money the company needs to pay for the value of the assets that shall be transferred to it as well as to return any amounts paid for by the Authority, in addition to any other money the company may need to achieve its purposes.</p> <p>14. After approving the report referred to in the previous paragraph, the Authority shall take the necessary arrangements with the Boursa Kuwait Securities Company (K.S.C.P.) to transfer the ownership of the assets that were specified to be transferred to the said company, which shall be paid for out of the company's capital as subscribed.</p> <p>15. Taking into consideration the provisions of article (33) of the Law, the Authority shall take the necessary procedures to offer and allocate shares in the capital of Boursa Kuwait Securities Company (K.S.C.P.), and for that purpose, it may undertake the following:</p> <ol style="list-style-type: none"> Determine the Shares that shall be allocated for subscription by public entities and who may own the Shares in the capital of Boursa Kuwait Securities Company (K.S.C.P.), and to determine the percentage in the capital of the said company allocated for subscription by the companies listed on Kuwait Stock Exchange in conjunction with an international securities exchange operator, or for an international securities exchange operator acting solely; Establish rules and conditions that are required for bidders and the bid process in respect of the percentage that shall be allocated to the companies listed in Kuwait Stock Exchange in conjunction with an international securities exchange operator, or for an international securities exchange operator acting solely; Specify the means and procedures of paying the value of citizens' subscription to the Authority; Specify the mechanism and procedures for allocating the shares to citizens and distributing them among those citizens and stating the means, procedures and dates of payment of the value of those shares to the Authority;
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	<ul style="list-style-type: none"> e. Set out the date of offering the company's capital shares for Initial Public Offering for citizens or for Private Placement by public entities or for bid and the method of announcing it; f. Approve the prospectus prepared by Boursa Kuwait Securities Company (K.S.C.P.); g. Any other procedures the Authority considers appropriate.
<p style="text-align: center;">Module Four</p> <p style="text-align: center;">Securities Exchanges and Clearing Agencies</p>	<ul style="list-style-type: none"> 16. The Exchange shall submit the report referred to in the second paragraph in article (1-3-6) in the Module Four (Securities Exchanges and Clearing Agencies), as of January 1, 2016. 17. Kuwait Clearing Company is considered to be a licensed Clearing Agency, and the company shall comply with the provisions of the Law and these Bylaws. 18. Kuwait Clearing Company shall fulfil all the licensing conditions stipulated in Law No. (7) of 2010 regarding the Establishment of the Capital Markets Authority and its amendments and the previous Bylaws, especially the policies regarding settlements, clearing, deposit and registration, and the manual of policies, procedure, rules and internal procedures and to submit these to the Authority by a date not exceeding December 31, 2015. 19. Kuwait Clearing Company shall fulfil all conditions related to the procedures of settlement, clearing, deposit and registration and any additional requirements mentioned in these Bylaws, and any other requirements of the Authority on the dates prescribed by the Authority. 20. In case Kuwait Clearing Company fulfils all the licensing and registration requirements of the Authority, the Authority will issue the license of the Clearing Agency. 21. Kuwait Clearing Company shall provide all brokerage companies licensed by the Authority with the service of the immediate review of their Clients' balances of cash and securities during trading, in a period of time prescribed by the Authority.

	<p>22. Kuwait Clearing Company may continue to provide the services of Custodian and Investment Controller in a period of time prescribed by the Authority, until the incorporation of a separate legal entity to undertake those processes individually.</p> <p>23. Kuwait Clearing Company shall take all the necessary procedures in order not to depend on paper documentation and to terminate using paper cheques as well as settling liabilities on a daily basis in a period of time prescribed by the Authority.</p>
<p style="text-align: center;">Module Five</p> <p style="text-align: center;">Securities Activities and Registered Persons</p>	<p>24. Companies licensed by the Authority shall fulfil the new requirements stipulated in the Module Five (Securities Activities and Registered Persons), and Module six (Policies and Procedures of Licensed Person), and Module Seven (Clients' Funds and Assets) of these Bylaws in a period not exceeding November 30, 2016.</p> <p>25. Companies that are still regularizing their situations shall fulfil the requirements referred to in paragraph (24) hereinabove, in a period not exceeding November 30, 2016 or six months from the date of issuing the license for practicing all activities required to be licensed, whichever be later. The same provision shall be applied to license applications submitted before the enforcement of these Bylaws which are submitted using the form approved by the Authority provided that they shall fulfil all the conditions and requirements related to the license and stipulated in the applicable rules and provisions when submitted.</p> <p>26. Auditing offices of registered auditors registered with the Authority shall conduct assets valuation activity for a transitional period not exceeding November 30, 2016.</p> <p>27. Currently Persons Licensed to practice the activity of "Custodian" shall be granted a maximum of one year as of the date of the issuance of these Bylaws to regularize their situations, to fulfil the requirements prescribed by the Authority to license the activity of "Custodian".</p> <p>28. License applicant whose application is under consideration may submit a new application for practicing any of the activities added to the list of</p>

	<p>securities activities in article (1-2) of Module Five (Securities Activities and Registered Persons) and to fulfil any additional requirements prescribed by the Authority.</p> <p>29. Persons who practice any of the activities referred to in article One of Appendix 1 of Module Five (Securities Activities and Registered Persons), shall be granted a grace period until October 1, 2016 to regularize their situations to fulfil the requirements of the minimum paid capital required for licensing the activity as well as fulfilling all requirements of the Authority in that concern.</p> <p>30. Without prejudice to any other provisions stipulated herein, the following new descriptions shall be effective as of the date of issuance of these Bylaws for the following licenses which were issued for the Licensed Persons without the need to replace the existing licenses.</p> <table border="1"> <thead> <tr> <th>Previous Name of License</th><th>New Name of License</th></tr> </thead> <tbody> <tr> <td>Offering or selling Securities for the account of its issuer or their ally or obtaining Securities from the Issuer or their Ally for the purpose of remarketing (Issuance Management)</td><td>Subscription Agent</td></tr> <tr> <td>Safekeeping the assets that form a Collective Investment Scheme (Custodian)</td><td>Custodian</td></tr> </tbody> </table> <p>31. The title "Market Maker" mentioned in the applicable rules in the Exchange that was issued by Kuwait Stock Exchange Committee shall be cancelled and it shall be replace by "Provider of Forwards Instruments" for companies that are authorized to provide the service of forward dealing on Shares listed in the Exchange, similarly, the title "Provider of Futures Instruments" shall be applied to companies that are authorized to</p>	Previous Name of License	New Name of License	Offering or selling Securities for the account of its issuer or their ally or obtaining Securities from the Issuer or their Ally for the purpose of remarketing (Issuance Management)	Subscription Agent	Safekeeping the assets that form a Collective Investment Scheme (Custodian)	Custodian
Previous Name of License	New Name of License						
Offering or selling Securities for the account of its issuer or their ally or obtaining Securities from the Issuer or their Ally for the purpose of remarketing (Issuance Management)	Subscription Agent						
Safekeeping the assets that form a Collective Investment Scheme (Custodian)	Custodian						

	<p>provide the service of dealing on future sales on Shares listed in the Exchange, and the title "Provider of Options Instruments" for companies that are authorized to issue options on Shares listed in the Exchange.</p> <p>32. A Market Maker may practice its activity after the Exchange and the Clearing Agency complete the necessary systems, procedures and rules.</p> <p>33. The Exchange shall issue the controls and technical detailed procedures of the work of Market Maker as per Article (1-41) of the Chapter One of Module Five (Securities Activities and Registered Persons) of the Bylaws within a maximum period of one year from the date of publishing these Bylaws, and additionally the Exchange shall provide the Authority with a monthly report as of the issuance of these Bylaws concerning the completion of those controls and procedures.</p> <p>34. The Clearing Agency shall complete the systems and procedures which are necessary for the activity of the Market Maker within one year from issuance of this Bylaws, which shall include the following policies and procedures:</p> <ol style="list-style-type: none"> The post-trade activities related to the settlement processes of the work of the Market Maker. System of lending and borrowing Securities. Short Selling. <p>The Clearing Agency shall provide the Authority with a monthly report as of the issuance of these Bylaws concerning the completion of those policies and procedures.</p> <p>35. Fit and proper rules shall be applied immediately and directly on persons applied for registration or nominated for positions that require registration after the issuance of these Bylaws.</p>
Module Six Policies and Procedures of Licensed Person	<p>36. Licensed persons shall be granted a transitional period in order to fulfil any new requirements stipulated in the Module Six (Policies and Procedures of Licensed Person) in a period not exceeding November 30, 2016.</p>
Module Seven	<p>37. Licensed persons shall be granted a transitional period in order to fulfil any new requirements stipulated in</p>

Clients' Funds and Assets	Module Seven (Clients' Funds and Assets) in a period not exceeding November 30, 2016.
Module Eight Conduct of Business	38. Licensed persons shall be granted a transitional period in order to fulfil any new requirements stipulated in the Module Eight (Conduct of Business) in a period not exceeding November 30, 2016.
Module Nine Mergers and Acquisitions	39. From January 1, 2016, Article (3-6) shall determine the percentages of the shares a party which controls a Listed Company is permitted to buy and sell.
Module Eleven Dealing in Securities	40. Provisions of articles (9-13), (9-14) and (9-15) shall be applied to pledge agreements that are concluded after the issuance of these Bylaws.
Module Twelve Listing Rules	41. Provisions of Module Twelve (Listing Rules) shall be applied as of the date of issuance; currently listed shareholding companies shall be exempted from applying paragraph (2) of Article (2-7-2) and paragraph (1) of Article (2-8-1) until May 15, 2017 to regularize their situations.
Module Thirteen Collective Investments Schemes	<p>42. Existing licensed funds at the time of issuance of these Bylaws shall be granted a transitional period until November 30, 2016 in order to comply with new rules through taking the following procedures:</p> <ol style="list-style-type: none"> Appointing an Administrative Authority for the fund and dissolution of the boards of directors of the funds. Amending the Articles of Association concerning the definition of "Investment Unit". Transferring the Unitholders register from the manager of the Fund to the Clearing Agency or the Custodian. Applying the new requirements regarding the units holders assembly. Applying the new requirements regarding the controls of investment for each type of funds. Completing the requirements of paragraph (2) of article (2-11) regarding observing that investment

	<p>controller, external Auditor or the External Sharia Audit Office are not related to the manager of the Fund.</p> <p>43. Monthly information form mentioned in Appendix 5 of Module Thirteen (Collective Investments Schemes) shall be applied as of January 2016.</p>
<p>Module Fifteen</p> <p>Corporate Governance</p>	<p>44. Provisions in Module Fifteen (Corporate Governance) shall be applied as of June 30, 2016.</p>