



بورصة الكويت
BOÛRSA KUWAÏT

Resolution No. (02) of 2021

Regarding Amending Boursa Kuwait Rulebook

Having Perused:

- Law No. (7) of 2010 regarding the Establishment of the Capital Markets Authority and Regulating Securities Activities and its Executive Bylaws and their amendments.
- Resolution No. (72) of 2015 the 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.
- Resolution No. (91) of 2016 Regarding Licensing Boursa Kuwait Securities Company to Practice the Activity of a Securities Exchange.
- Boursa Kuwait Securities Company decision No. (1) of 2018 Regarding the Issuance of Boursa Kuwait Rulebook and its Amendments.
- CMA Letter holding reference No. CMA-030200-01134-2021 dated 22\04\2021 approving the amendments to Boursa Kuwait Rulebook.
- Pursuant to Boursa Kuwait Board of Directors' approval No. (1\2021) dated 27\04\2021 to amend the Boursa Kuwait Rulebook.

The Following Was Resolved:

Article 1

Articles (4-49-3), (8-9-1), (9-12), (10-1) and (10-5) of Boursa Kuwait Rulebook are hereby amended and Articles (7-13), (7-14), (7-15) and (9-20-3) are hereby added to Boursa Kuwait Rulebook as shown in the table attached to this Resolution.

Article 2

The provisions of this Resolution shall come into force on the date of its issuance. The concerned bodies shall execute this Resolution, each within its jurisdiction.


Mohammed Saud AlOsaimi
Chief Executive Officer



Issued on: 27/04/2021.

No.	CHAPTER	ARTICLE	CHANGE NATURE	ARTICLE BEFORE AMENDMENT	ARTICLE AFTER AMENDMENT
1	Chapter four	Article (4-49-3)	Amendment	The Exchange may register the Market Maker to practice its activity on one or more Securities.	The Exchange may register the Market Maker to practice its activity on one or more Securities. The Market Maker may not be registered for rights issue.
2	Chapter seven	Article (7-13)	Addition		<p><u>Listing of Rights Issue:</u></p> <p>The Exchange shall list the rights issue to subscribe to shares of the Listed Company's capital increase, starting from the date of the subscription for the rights issue according to the schedule set forth by the company, provided that trading of rights issue is stopped five days before the end of the subscription period for these rights. The Listed Company is obligated to Announce on The Exchange the schedule referred to in the previous paragraph with the announcement of the Authority's approval on the prospectus.</p>
3	Chapter seven	Article (7-14)	Addition		The listing and continued trading of rights issue of the Listed Company's capital increase requires that the company's shares remain traded on The Exchange throughout the subscription period in the rights issue.
4	Chapter seven	Article (7-15)	Addition		<p>The Listed Company is committed to disclosing the results of the subscription in the capital increase.</p> <p>The rights issue will be delisted once the company has made such Disclosure.</p>
5	Chapter eight	Article (8-9-1)	Amendment	<p><u>Listing Securities in Indices</u></p> <p>All Securities listed in The Exchange shall be classified in one of the sectors referred to in Article (8-8-3) of these Rules according to the nature of the Issuer's activity. These Securities can be listed in one or more of the Market Indices as set forth in this Chapter. If a Security is</p>	<p><u>Listing Securities in Indices</u></p> <p>All Securities listed in The Exchange shall be classified in one of the sectors referred to in Article (8-8-3) of these Rules according to the nature of the Issuer's activity. These Securities can be listed in one or more of the Market Indices as set forth in this Chapter. If a Security is newly listed in The Exchange or a Security has returned to trading</p>

				<p>newly listed in The Exchange or a Security has returned to trading after a suspension of ninety days or more, both cases will be listed in the index on the day following the listing in The Exchange or the resumption of trading. The investment funds units listed in the Exchange will not be listed in any of the Exchange's indices. The companies listed in the Auction Market are not included in the Market Indices and Sector Indices. The Exchange may, as it deems fit, list or remove any listed Security in The Exchange from one of its Indices.</p>	<p>after a suspension of ninety days or more, both cases will be listed in the index on the day following the listing in The Exchange or the resumption of trading. Rights issue, investment funds units listed in the Exchange will not be listed in any of the Exchange's indices. The companies listed in the Auction Market are not included in the Market Indices and Sector Indices. The Exchange may, as it deems fit, list or remove any listed Security in The Exchange from one of its Indices.</p>																	
6	Chapter nine	Article (9-12)	<p>Amendment</p> <p>Price Limits and Tick Sizes</p> <p>Tick Sizes shall be in accordance with the price of the stock or unit as shown in the following table:</p> <table border="1" data-bbox="647 1122 1027 1303"> <thead> <tr> <th>From (Fils)</th> <th>To Fils (Fils)</th> <th>Tick Size (Fils)</th> </tr> </thead> <tbody> <tr> <td>0.1</td> <td>100.9</td> <td>0.1</td> </tr> <tr> <td>101</td> <td>∞</td> <td>1</td> </tr> </tbody> </table> <p>The Exchange sets a 10% increase or decrease in the Security's price for order entry and triggers Circuit Breakers in the Premier and Main Markets, in addition to Fund units. The Exchange may also decide to set price limits for the Auction Market, in which case the Exchange shall notify the Authority of this decision. The Exchange may change price limits and Tick Sizes after the approval of the Authority.</p>	From (Fils)	To Fils (Fils)	Tick Size (Fils)	0.1	100.9	0.1	101	∞	1	<p>Price Limits and Tick Sizes</p> <p>Tick Sizes shall be in accordance with the price of the stock or unit as shown in the following table:</p> <table border="1" data-bbox="1054 1090 1453 1236"> <thead> <tr> <th>From (Fils)</th> <th>To Fils (Fils)</th> <th>Tick Size (Fils)</th> </tr> </thead> <tbody> <tr> <td>0.1</td> <td>100.9</td> <td>0.1</td> </tr> <tr> <td>101</td> <td>∞</td> <td>1</td> </tr> </tbody> </table> <p>The Exchange may set price limits for order entry and Circuit Breakers for listed Securities after obtaining the approval of the Authority provided that the price limits is published on The Exchange Website.</p> <p>The Exchange may also decide to set price limits for the Auction Market, in which case The Exchange shall notify the Authority of this decision.</p>	From (Fils)	To Fils (Fils)	Tick Size (Fils)	0.1	100.9	0.1	101	∞	1
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7	Chapter nine	Article (9-20-3)	Addition		<p>The Reference Price is set on the first trading day of rights issue according to the following equation: (The share closing price set for rights issue the day before the start of trading of those rights - subscription price (nominal value + issue premium))</p>
8	Chapter nine	Article (10-1)	Amendment	<p>Dealing in listed Securities may be conducted in accordance with Special Rules in the following events:</p> <ol style="list-style-type: none"> 1. Off-Market Trades (Negotiated Trades) outside the Trading System as provided for in Article (10-2) of these Rules. 2. Selling a percentage representing 5% or more of the shares of a Listed Company in an Auction. 3. Transfer of ownership events that require the approval of The Exchange as set forth under Article (10-4) of these Rules. 4. Transfer of ownership events that do not require the approval of The Exchange as set forth under Article (10-5) of these Rules. 5. Swap Transactions set forth under Article (10-7). 6. Tender Offers for quantities representing not less than 5% and not exceeding 30% of Listed Securities as stipulated in Article (10-8). <p>The Allocation Consolidation Module may not be used in conducting the transactions set forth in this Article.</p>	<p>Dealing in listed Securities may be conducted in accordance with Special Rules in the following events:</p> <ol style="list-style-type: none"> 1. Off-Market Trades (Negotiated Trades) outside the Trading System as provided for in Article (10-2) of these Rules. 2. Selling a percentage representing 5% or more of the shares of a Listed Company in an Auction. 3. Transfer of ownership events that require the approval of The Exchange as set forth under Article (10-4) of these Rules. 4. Transfer of ownership events that do not require the approval of The Exchange as set forth under Article (10-5) of these Rules. 5. Swap Transactions set forth under Article (10-7). 6. Tender Offers for quantities representing not less than 5% and not exceeding 30% of Listed Securities as stipulated in Article (10-8). <p>The Allocation Consolidation Module may not be used in conducting the transactions set forth in this Article.</p> <p>With the exception of the cases mentioned in point 4 above, no sale or waiver of rights issue may be made through the cases provided for in this Article.</p>

8	Chapter Ten	Article (10-5)	Amendment	<p><u>Transfer of Ownership without the Approval of The Exchange</u></p> <p>Ownership of listed Securities may be transferred via Kuwait Clearing Company without the need for approval of The Exchange in the following events:</p> <ol style="list-style-type: none"> 1. Transfer of ownership due to inheritance or will. 2. Transfer of ownership between spouses and relatives up to the second degree. 3. Cases of transfer of ownership at the request of the Public Authority for Minors Affairs and the merger of the shares of the trustee or guardian. 4. Transfer of ownership to and from companies licensed to manage the portfolios of others for the purpose of depositing in a portfolio or transferring from the portfolio if it is to the same customer. 5. Transfer of ownership as a bequest in a will within the third as a charity or to charitable organizations that are legally licensed in the State of Kuwait. 6. Transfer of ownership from and to Omnibus Accounts when such transfers are related to the same Client. 7. Transfer of ownership from the account of a one-person establishment to the owners of this establishment and not vis-versa. 	<p><u>Transfer of Ownership without the Approval of The Exchange</u></p> <p>Ownership of listed Securities may be transferred via Kuwait Clearing Company without the need for approval of The Exchange in the following events:</p> <ol style="list-style-type: none"> 1. Transfer of ownership due to inheritance or will. 2. Transfer of ownership between spouses and relatives up to the second degree. 3. Cases of transfer of ownership at the request of the Public Authority for Minors Affairs and the merger of the shares of the trustee or guardian. 4. Transfer of ownership to and from companies licensed to manage the portfolios of others for the purpose of depositing in a portfolio or transferring from the portfolio if it is to the same customer. 5. Transfer of ownership as a bequest in a will within the third as a charity or to charitable organizations that are legally licensed in the State of Kuwait. 6. Transfer of ownership from and to Omnibus Accounts when such transfers are related to the same Client. 7. Transfer of ownership from the account of a one-person establishment to the owners of this establishment and not vis-versa. 8. Free waiver of rights issue to any person. 9. Transfer of ownership pursuant to an enforceable judgement or arbitral award in connection with any of the above-mentioned cases.
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			<p>8. Transfer of ownership pursuant to an enforceable judgement or arbitral award in connection with any of the above-mentioned cases. In these events, transfer of ownership shall be made by request to be submitted by the parties to the transaction to the Clearing Agency, who shall verify that one of the events referred to under this article applies, and identify the parties to the transaction and their legal representation, and the documents supporting the ownership, and that no legal or contractual Violations or restriction exist to prevent completion of the transfer of ownership.</p>	<p>In these events, transfer of ownership shall be made by request to be submitted by the parties to the transaction to the Clearing Agency, who shall verify that one of the events referred to under this article applies, and identify the parties to the transaction and their legal representation, and the documents supporting the ownership, and that no legal or contractual Violations or restriction exist to prevent completion of the transfer of ownership.</p>
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