

EFSA's Chairman
Decision no. 282 of 2012 dated 26/4/2012
Regarding Trading Rules for Subscription Rights

EFSA's Chairman

After reviewing Law of Joint Stock Companies, Partnerships Limited by Shares, and Limited Liability Companies, promulgated by Law no. 159 of 1981 and its decisions,
Capital Market Law promulgated by Law no. 95 of 1992, its Executive Regulation and decisions,
Central Depository Law no. 93 of 2000 and its Executive Regulation,
Law no. 10 of 2009 for Regulating Non-Banking Financial Markets and Instruments
Presidential Decree no. 191 of 2009 regarding the provisions regulating the Egyptian Exchange and its financial affairs,
EFSA's statute promulgated by Presidential Decree no. 192 of 2009,
EFSA's BOD decision no. 30 of 2002 dated 18/6/2002 regarding Listing and De-listing Rules at Cairo and Alexandria Stock Exchange and its amendments,
EFSA's Chairman Decision no. 738 of 2011 regarding trading, settlement and supervision rules for Small and Medium Enterprises Stocks listed at the Egyptian Exchange,
EFSA's BOD decision no. 81 of 2011 dated 17/10/2011 regarding listing rules of securities issued by Small and Medium Enterprises, and
The approval issued by the Egyptian Exchange's BOD regarding Trading Rules for Subscription Rights stated in a letter by the Exchange Chairman dated 20/2/2012;

Decided

Article 1

Approving trading rules for subscription rights suggested by the Egyptian Exchange's BOD, which were stated in a letter issued by the Chairman of the Exchange dated 20/2/2012, as follows:

(In accordance with the provisions of Chapter 12 of the Executive Regulation of the Capital Market Law promulgated by Law no. 95 of 1992,

the trading rules in the Egyptian Exchange shall be applicable on trading in subscription rights, taking into consideration the following:

- 1- The Exchange shall announce the beginning and the end of trading in subscription rights separate from the original shares, taking into account the period of subscription set in the announcement for old shareholders to subscribe in capital increase shares, and in coordination with Misr for Central Clearing, Depositary and Registry.
- 2- Trading in subscription rights is separate from the original shares starting from the date of subscription opening, and listing the rights of subscription at the trading database at the Exchange until three working days before the end of subscription period.
- 3- The Exchange shall set a code for subscription rights using the ISIN code in coordination with Misr for Central Clearing, Depositary and Registry. The subscription right shall be listed at the trading database during the period of trading in subscription right separately from the original shares of the company.
- 4- The opening price of subscription right in the first trading session shall be the difference between the last closing price per share that includes the right and the theoretical price for the share that does not include the subscription right (that is the closing price for the share by the end of the trading session of the share that includes the subscription right multiplied by the number of listed shares before the increase added to it (the subscription right multiplied the number of capital increase shares) divided by the total number of shares after increase).
- 5- The Exchange may set the ratio of the allowed price movement for trading in subscription rights separately in a way that does not exceed the price limit for the company's shares.
- 6- All the decisions related to suspending or stopping trading on original shares shall be applied on subscription rights.
- 7- Marginal trading and short selling are not allowed in trading in subscription rights.

Article 2

Trading in subscription rights shall be subjected to all supervisory and regulatory rules that are related to the transactions held on the shares of listed companies.

Article 3

The said decision shall be published in the Egyptian Gazette, EFSA's website and the Egyptian Exchange's website. It shall be applicable starting from 1 July 2012. The Egyptian Exchange and concerned parties shall apply it each within its competence.

Dr. / Ashraf Elsharkawy

EFSA's Chairman