

Regulations No (3) Amended at 2012\ Suspension of trading and Cancellation of Listing at ISX

Iraq Securities Commission hopes you best wishes

ISC's Board decided to issue Regulations No (3) amended at 2012 concerning Suspension of Trading and Cancellation of Listing at ISX here in after, according to provisions of section (12), article (11) of the CPA Order No. (74) For 2004 of the Interim Law on Securities Markets.

-please, for your information.....

According to rules of section (12) article (11) of Securities Law No (74) for 2004, and in order to regulate Suspension and Cancellation of listing companies at ISX the Commission issued the following regulations: Regulations No (3) amended at 2012 \ Suspension of trading and Cancellation of Listing at ISX

First: The Commission may suspend listing in the following cases:

- 1. If the company ceases to satisfy a condition for listing stated in the Commission's instructions No (6).**
- 2. If the company defaults on disclosure requirements.**
- 3. If it is necessary to protect the investor or for maintenance of a regulatory stock.**
- 4. If the company violates any article of the Commission's regulations.**
- 5. Suspend the trading according to the company's request:**
 - a) If the company introduces a justifiable request to suspend its securities trading.**
 - b) The company may request from the Commission to suspend the trading when there is a major event which affects the company, the company must disclose the event immediately.**
 - c) When the company presents the request for suspension to the Commission, it must provide the following:**

First: justifiable reasons for the suspension and the duration.

Second: Information about the nature of the event and its affect on the company's activity.
 - d) The Commission may accept or refuse the request of suspension according to its appreciation.**

6. Suspension due to legal requirements or Commission's regulations:

The trading of the company is suspended if there is a legal reason or according to the Commission's regulations No (2).

Second: Lifting the suspension:

- a) The commission may lift the decision of suspension if the reason vanished.**
- b) Lifting the suspension depends on the accompanied circumstances and by the Commission's condition.**

Third:

- a) ISX Board of Governors can suspend trading of company's shares when it necessary in order to protect the investors for a period doesn't pass ten days and it should get the Commission acceptance if it was more than this period.**
- b) The commission may lift the decision of suspension if the reason vanished.**

Fourth: Cancellation of Listing:

The Commission may cancel the listing of any Securities for trading at ISX in the following cases:

- a) If a resolution is taken to dissolve the company.**
- b) If the company is declared bankrupt or if a resolution is taken to dissolve the company.**
- c) If the main objectives of the company is changed that may affects its share's price at ISX.**
- d) If the company is merged with another company or companies with the consequence that the juristic personality of the company comes to an ended.**
- e) If the company does not perform its activity for one year.**
- f) If the company suspends for six months without taking suitable procedures to resumption the trading.**
- g) If the Commission regards a justification for Cancellation of Listing at ISX.**

Fifth: Cancellation according to a request

The company may present a request of Cancellation from ISX according to the following conditions:

- a) If the annual trading volume of the company's shares didn't exceed (five per thousands) of the issued shares for two sequent years.**
- b) The request is based on a decision of the general assembly and by agreement of (51%) of the votes.**
- c) The company must present its financial statements for the last financial year to the commission and ISX audited by the auditor and certified by the general assembly together with the financial statements of the last quarter.**
- d) The company must publish the general assembly's decision of Cancellation in two daily newspapers, the bulletin and the ISX website.**
- e) The company must pay all its financial obligations toward the Commission and ISX.**
- f) The holders of (5%) of the shares may object on the decision of Cancellation during (15) days from the decision date to the Commission.**