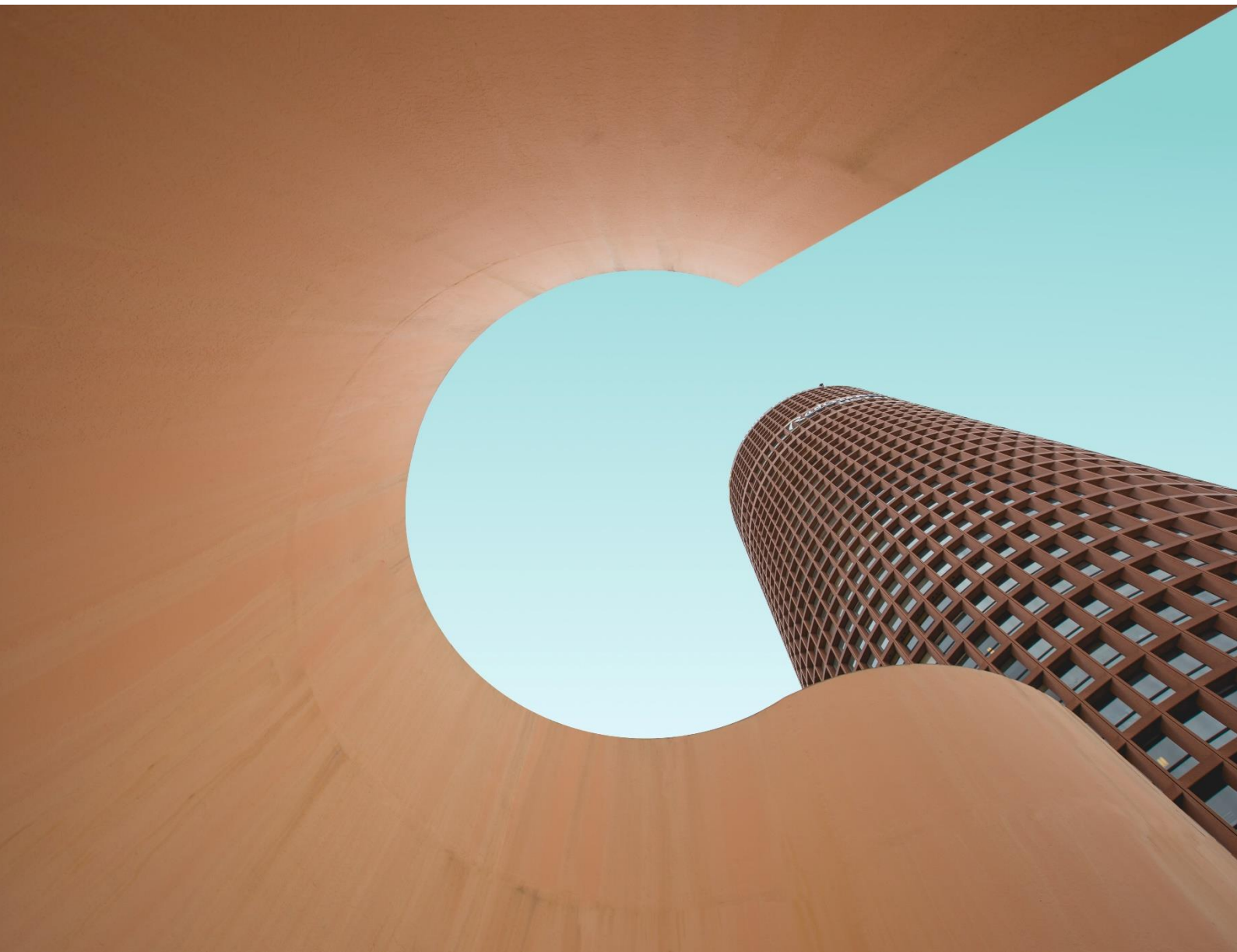


EXECUTIVE SUMMARY SIGNIFICANT ANNOUNCEMENTS

COVERAGE: CAPITAL MARKET AUTHORITY

LOCATION: SAUDI ARABIA

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INTRODUCTION & SUMMARY

During the month of January 2023, Saudi Arabian Capital Market Authority issued total 12 announcements in the area of capital Market.



DETAILS OF ANNOUNCEMENTS

Key announcements by CMA during the month of January, 2023 are summarized below:

The Permission of the FinTech experiment granted to Sahem Financial Company to test Investment and Real Estate Funds Distribution Platform, and its completion of the commencement of business requirements dated January 30, 2023.

The Capital Market Authority announces that Sahem Financial Company has completed the commencement of business requirements to experiment the Financial Technology permit.

Now it will test Investment and Real Estate Funds Distribution Platform pursuant to the decision of CMA's Board of Directors dated 30/05/2022G.

Based on the Capital Market Law issued by Royal Decree No. (M/30) dated 06/02/1424.

Announcing the Issuance of ACRSD Final Decision Convicting Violator of the Capital Market Law and its Implementing Regulations dated January 29, 2023.

The General Secretariat of Committees for Resolution of Securities Disputes announces the issuance of the Appeal Committee for the Resolution of Securities Disputes' resolution dated 02/06/1444 H., corresponding to 26/12/2022.

The public penal case filed by the Public Prosecution (referred to it by the Capital Market Authority (CMA)) against a number of members of board of directors and senior executives in the Saudi Paper Manufacturing Company.

For violating Article (49/a) of the Capital Market Law, by participating, each through his own position, in preparing and approving the financial statements of the Saudi Paper Manufacturing Company for the initial period ending on 30/06/2019 and the initial period ending on 30/09/2019, in violation of the accounting standards endorsed by the Saudi Organization for Chartered and Professional Accountants (SOCPA).

The decision included the imposition of a number of sanctions upon them according to the following:

- Bader bin Suleiman bin Hamad Alsulaie:
Imposing a fine upon him amounting to (SR. 200,000) two hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Three months.
- Saad bin Ammash bin Saad Alshammari:
Imposing a fine upon him amounting to (SR. 300,000) three hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Six months.
- Hassaan bin Murizen bin Ali Asiri:
Imposing a fine upon him amounting to (SR. 200,000) two hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Three months.

- Fahad bin Muhammad bin Saleh Aldaoud:
Imposing a fine upon him amounting to (SR. 300,000) three hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Six months.
- Walid bin Muhammad bin Jaser Alshabanat:
Imposing a fine upon him amounting to (SR. 100,000) one hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Three months.
- Watheq Muhammad Hassan Shehadeh (in absentia):
Imposing a fine upon him amounting to (SR. 100,000) one hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Three months.
- Fahad bin Saad bin Muhammad Alshuaibi:
Imposing a fine upon him amounting to (SR. 200,000) two hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Three months.
- Abdulrahman bin Saleh bin Abdulrahman Alobaid:
Imposing a fine upon him amounting to (SR. 200,000) two hundred thousand Saudi Riyals.
Banning him from working in companies listed in the Exchange for a period of Three months.

Furthermore, any person affected by these violations in this case is entitled to file a compensation claim (as individual or class action) with the CRSD for the damage he/she suffered from due to these violations, provided that such claim is preceded by a complaint filed with the CMA on this regard.

Announcing the Issuance of CRSD Final Decision Convicting Violator of the Capital Market Law and its Implementing Regulations dated January 29, 2023.

The General Secretariat of Committees for Resolution of Securities Disputes announces the issuance of the Appeal Committee for the Resolution of Securities Disputes' resolution dated 15/03/1444 H., corresponding to 11/10/2022.

In the public penal case filed by the Public Prosecution (referred to it by the Capital Market Authority (CMA)) against Yazeed bin Khaled bin Aqla Alenizy.

The in-absentia decision concluded with the conviction of the abovementioned individual for violating Article (31) of the Capital Market Law, as well as Article (5) of the Securities Business Regulations for participating in a securities business work.

Without obtaining a license from the CMA, represented in "Advising" in the Saudi Exchange, and collecting subscription fees from beneficiaries of the service of recommendations regarding listed companies in the Saudi Exchange provided by the Vision Investment Company, located outside the Kingdom of Saudi Arabia. The collection of subscription fees was done through the bank account of the establishment he owns; being Commercial Holiday for Commercial Services Establishment.

The decision included the imposition of a fine upon him amounting to (SR. 200,000) two hundred thousand Saudi Riyals for violating Article (31) of the Capital Market Law, as well as for violating Article (5) of the Securities Business Regulations.

Furthermore, any person who has entered into an agreement or contract with the convicted person in relation to this violation is entitled to file a claim (as individual or class action) with the CRSD to request the

rescission of the agreement or contract and the recovery of any money or other property paid or transferred by him/her under the agreement or contract as per Article (60/b) of the Capital Market Law, provided that such claim is preceded by a complaint filed with the CMA on this regard.

The GS-CRSD will announce to the public on its website in case of registering any class action in order to enable the rest of the investors who had entered into an agreement or contract with the convicted person to apply to the CRSD to join the class action.

The Capital Market Authority Licenses Rawasi Advanced Investment Company to Conduct Managing Investments Activity in the Securities Business and its Completion of the Commencements of Business Requirements dated January 26, 2023.

According to Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations.

The Capital Market Authority announces that Rawasi Advanced Investment Company has completed the commencements of business requirements.

In order to conduct Managing Investments activity in the Securities Business licensed as per CMA resolution dated 01/02/1443H corresponding to 08/09/2021G.

Announcing the Issuance of ACRSD Final Decision Convicting Violator of the Capital Market Law and its Implementing Regulations January 25, 2023.

The General Secretariat of Committees for Resolution of Securities Disputes announces the issuance of the Appeal Committee for the Resolution of Securities Disputes' resolution dated 05/06/1444 H., corresponding to 29/12/2022.

GS-CRSD announces the final decision No. 2770/L. S/2022 of the Appeal Committee for Resolution of Securities Disputes (ACRSD).

The decision convicted Nabeel bin Abdo bin Zayla'i Zayla'i for violating Article 31 of Capital Market Law and Article 5 of Securities Business Regulations.

The individual was found guilty of managing investment portfolios without obtaining a license from the CMA.

A fine of 70,000 Saudi Riyals was imposed on the convicted person

Any person who has an agreement/contract with the convicted person can file a claim for rescission and recovery of money/property.

The claim must be preceded by a complaint filed with the CMA

GS-CRSD will announce any class action registration on its website to allow investors to join the class action.

CMA Announces the Approval of Public Offering of "GIB Murabaha Fund" January 24, 2023.

The CMA has issued its resolution approving the public offer, by "GIB Capital Company", of "GIB Murabaha Fund."

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Investors should carefully read the Terms and Conditions which include detailed information on the Fund, investment strategy and risk factors.

If the Terms and conditions proves difficult to understand, it is recommended to refer to the fund manager for more information.

The CMA's approval of the fund merely means that the legal requirements as per the Capital Market Law and its Implementing Regulations have been met.

The CMA's approval of the fund should never be considered as a recommendation to subscribe in the fund.

Announcing the Issuance of ACRSD Final Decision Convicting Violator of the Capital Market Law and its Implementing Regulations January 24, 2023.

The General Secretariat of Committees for Resolution of Securities Disputes announces the issuance of the Appeal Committee for the Resolution of Securities Disputes' resolution dated 21/05/1444 H., corresponding to 15/12/2022.

Public penal case filed by the Public Prosecution (referred to it by the Capital Market Authority (CMA)) against: The Salman bin Abdullah Bin Saedan Real Estate Group Company; and Salman bin Abdullah bin Muhamad Bin-Saedan.

Above mentioned Company and person for violating Article (31) of the Capital Market Law, as well as Article (5) of the Securities Business Regulations, by carrying out two securities business works represented in the activity of "Managing" and "Dealing as an Agent" in the Saudi Exchange, by receiving subscription fees from a number of investors for the purpose of using such amounts to subscribe in multiple investment funds, as well as managing an investment fund without obtaining a license from the CMA.

The decision included the imposition of sanctions upon them, according to the following:

- First: Salman bin Abdullah Bin Saedan Real Estate Group Company:
Imposing a fine upon the Company amounting to (SR. 200,000) two hundred thousand Saudi Riyals for violating Article (31) of the Capital Market Law, and for the violation of Article (5) of the Securities Business Regulations.
- Second: Salman bin Abdullah bin Muhamad Bin-Saedan:
Imposing a fine upon him amounting to (SR. 100,000) one hundred thousand Saudi Riyals for violating Article (31) of the Capital Market Law, and for the violation of Article (5) of the Securities Business Regulations.

To file a claim (as individual or class action) with the CRSD to request the rescission of the agreement or contract and the recovery of any money or other property paid or transferred under the agreement or contract, as per Article (60/b) of the Capital Market Law, provided that such claim is preceded by a complaint filed with the CMA on this regard.

The GS-CRSD will announce to the public on its website in case of registering any class action in order to enable the rest of investors who had entered into an agreement or contract with the convicted Company or person to apply to the CRSD to join the class action.

The Capital Market Authority Licenses Dom Capital Financial Company to Conduct Managing Investments & Operating Funds, Arranging, & Advising activities in the Securities Business, and its Completion of the Commencement Business Requirements dated January 23, 2023.

Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations exist.

Capital Market Authority announces completion of business requirements by Dom Capital Financial Company.

Dom Capital Financial Company licensed to conduct Managing Investments & Operating Funds, Arranging, & Advising activities in the Securities Business.

License granted by CMA resolution dated 21/03/1444H (17/10/2022G).

The Capital Market Authority Licenses MMC Financial Company to Conduct Advising Activity in the Securities Business and its Completion of the Commencements of Business Requirements dated January 19, 2023.

Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations exist.

Capital Market Authority announces completion of business requirements by MMC Financial Company
MMC Financial Company licensed to conduct Advising in the Securities Business.

License granted by CMA resolution dated 22/07/1443H (23/02/2022G).

The "Capital Market Authority" Approves the Implementing Regulations of the New Companies Law for Listed Joint Stock Companies dated January 18, 2023.

The approval of the Implementing Regulations comes in the implementation of the New Companies Law and based on the authority the Law granted to the CMA to regulate the matters and subjects stipulated in the Law related to joint stock companies listed on the Exchange, and come as part of the CMA's objectives to regulate and develop the Capital Market and contribute to achieving the CMA's strategic objectives by enhancing confidence and raising the level of governance in the capital market, and aim to stipulate the necessary rules to implement the provisions of the Law and contribute to realizing its goals.

The main elements of the Implementing Regulations included renaming "the Regulatory Rules and Procedures issued pursuant to the Companies Law relating to Listed Joint Stock Companies" to become "the Implementing Regulation of the Companies Law for Listed Joint Stock Companies".

In relation to the maximum period of the external auditor's term stated in Article of the Implementing Regulation of the Companies Law for Listed Joint Stock Companies, and seeing as the period that an external auditor spent as an external of a company since the effective date of the Companies Law issued by Royal Decree dated 28/01/1437H counts in calculating the aforementioned maximum period.

The CMA Board's resolution included that companies must amend their positions in accordance with Article of the Implementing Regulation of the Companies Law for Listed Joint Stock Companies within a period not exceeding two financial years from its effective date on 26/06/1444H corresponding to 19/01/2023G.

Amendments to Paragraph of Article and Subparagraph of Paragraph of Article and Paragraph of Article and Paragraph of Article of the Corporate Governance Regulations.

Provided that the aforementioned provisions of the Corporate Governance Regulations issued by CMA Board resolution dated 16/05/1438H corresponding to 13/02/2017G, shall remain effective until the effective dated of the abovementioned amendments.

The approval of the Implementing Regulations comes after the CMA published the draft amendments of the Implementing Regulations of the New Companies Law for Listed Joint Stock Companies on the Unified Electronic Platform for Consulting the Public and Government Entities affiliated to the National Competitiveness Center and the CMA's website for public consultation.

The CMA also held a workshop for listed companies that included introducing and discussing these amendments and obtaining comments and suggestions from the participants, as well as answering their inquiries.

An Announcement from Capital Market Authority the regarding the approval of Closed-ended Traded Fund "Saudi Equity Growth Traded Fund" in the Parallel Market dated January 17, 2023.

The Capital Market Authority announces that it has issued its resolution approving "Yaqeen capital Company" ("The Fund Manager") request to offer and register "Saudi Equity Growth Traded Fund" ("The Fund") units in the Parallel Market as a Closed-ended Traded Fund.

The offer will be confined to Qualified Investors stipulated in the Glossary of Defined Terms Used in the Regulations and Rules of Capital Market Authority.

An investment decision without reading the T&Cs carefully or fully reviewing its content may involve high risk. Therefore, qualified investors should carefully read the T&Cs. And if the T&Cs prove to be difficult to understand, it is recommended to consult an authorized financial advisor.

Terms and Conditions (T&Cs) of the fund can be obtained from the fund manager's website and the Saudi Exchange's website, which contain all relevant information that the qualified investor needs to consider before making or refraining from an investment decision.

The CMA's approval of the fund should never be considered as a recommendation to invest in it. The CMA's approval of the fund merely means that the legal requirements as per the Capital Market Law and its Implementing Regulations have been met.

The Capital Market Authority Approves the Amended Prudential Rules dated 05, 2023.

The Capital Market Authority's Board issued its resolution approving the amendments to the Prudential Rules, which shall be effective as 10/09/1444 AH corresponding to 01/04/2023 G.

The Amended Rules aim to enhance the stability of the capital market institutions to further boost the confidence of the capital market participants and create an attractive investment environment to support national economic growth.

The main elements of the Amended Rules are updating the prudential requirements for carrying out any of the securities business, including updating the requirements of credit, market, operational, and concentration risks.

The main elements also include updating the methodology used to calculate the minimum limit of capital adequacy and facilitating the prudential requirements for investment management, arrangement, and

advisory activities to be based on expenses, which is in line with the nature of such activities.

The Prudential Rules, issued by the CMA Board resolution in 2012, shall continue to be effective until the date on which the Amended Prudential Rules come into effect on 10/09/1444 AH corresponding to 01/04/2023 G.

Also, exempting the capital market institutions from the provisions of Articles, (66), (68), (69), and the requirement of preparing a report by the external audit firm regarding the computations validity of the minimum capital stipulated in the paragraph of Article of the Prudential Rules issued by the CMA Board pursuant to its resolution in 2012.

The Capital Market Authority's Board approval of amended prudential rules came after the CMA published the Draft Amended Prudential Rules on the Unified Electronic Platform for Consulting the Public and Government Entities affiliated with the National Competitiveness Center and the CMA's website for public consultation for a period of calendar days.

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