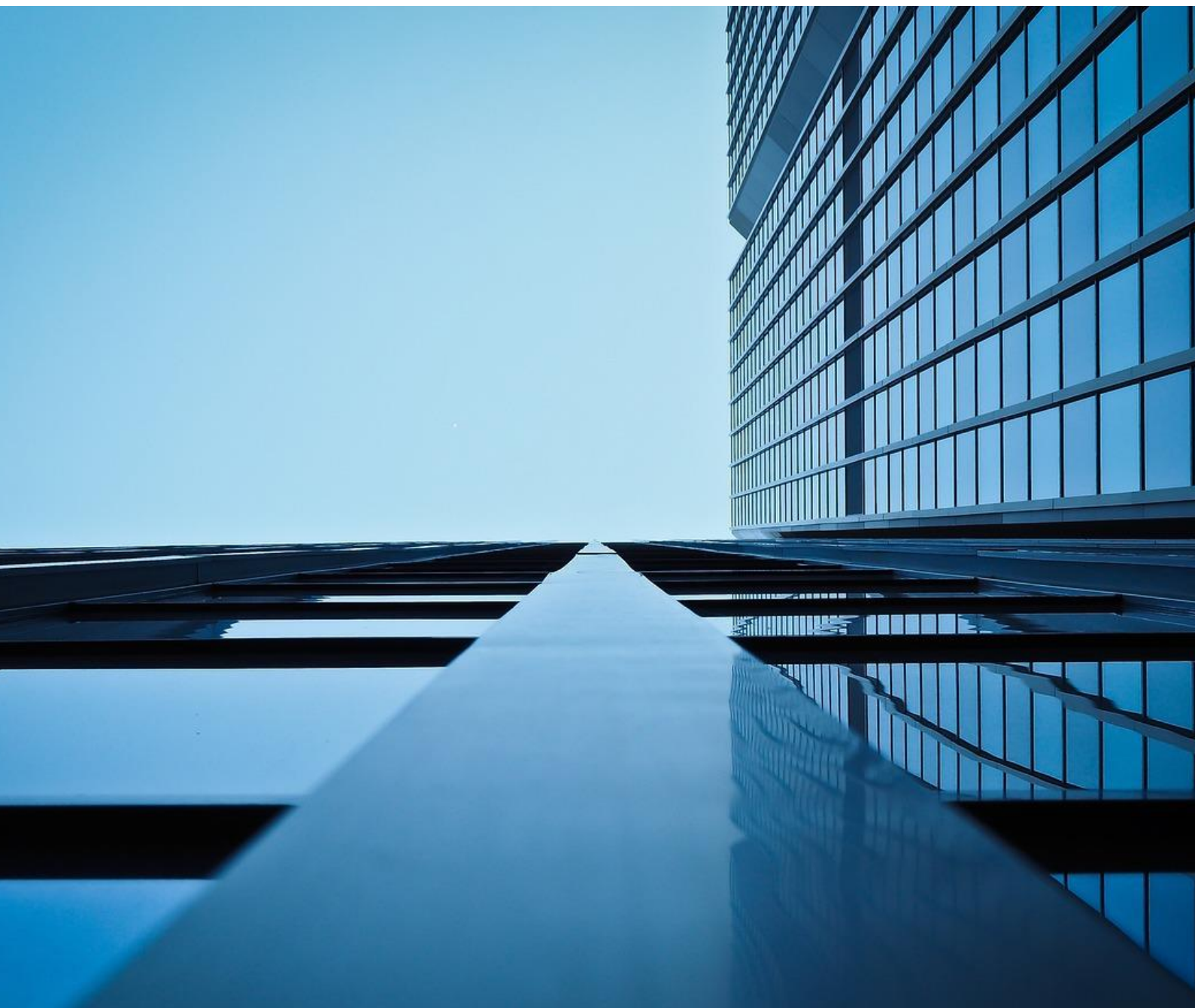


EXECUTIVE SUMMARY SIGNIFICANT ANNOUNCEMENTS

COVERAGE: **CAPITAL MARKET AUTHORITY**

LOCATION: **SAUDI ARABIA**

ISSUE: **SEPTEMBER 2023**



INTRODUCTION & SUMMARY

During the month of August 2023, Saudi Arabian Capital Market Authority issued total 13 announcements in the area of Capital Market.



DETAILS OF ANNOUNCEMENTS

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

The Capital Market Authority approves the capital increase request for Scientific and Medical Equipment House Co. through the issuance of bonus shares dated 01 / 08 / 2023

The Capital Market Authority (CMA) has approved the Scientific and Medical Equipment House Company's request to increase its capital from SAR 200,000,000 to SAR 300,000,000. This increase will involve issuing one bonus share for every two existing shares owned by registered shareholders at the Security Depository Center, with the specific date to be determined later by the Company's board. The capital increase will be funded by transferring SAR 100,000,000 from the "Retained earnings" account to the Company's capital. As a result, the Company's outstanding shares will increase from 20,000,000 shares to 30,000,000 shares, representing an additional 10,000,000 shares. An extraordinary general assembly meeting will be convened within six months of this approval, ensuring compliance with all regulatory requirements and applicable laws.

Change the name of Financial Innovators Company dated 01 / 08 / 2023

Based upon the Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations, the Capital Market Authority (CMA) announces that Financial Innovators Company notified the CMA of its name change to Edraj Capital.

The Capital Market Authority approves Development Works Food Company's request to increase its capital by way of Rights Issue dated 03 / 08 / 2023

The Capital Market Authority (CMA) has approved Development Works Food Company's request to increase its capital through a SAR 216,000,000 rights issue. This increase is available only to registered shareholders after a future extraordinary general assembly meeting, the date of which will be determined later. Details such as the offering price and the number of shares to be offered will be decided by the Company. Investors are advised to exercise caution and conduct a thorough review of the rights issue prospectus before making any investment decisions. The prospectus contains comprehensive information about the Company, the offering, and associated risk factors. It is advisable to consult with a financial advisor if the prospectus is difficult to understand. The CMA's approval of the prospectus does not constitute a recommendation to participate in the offer or invest in the Company's shares. It simply signifies compliance with legal requirements under the Capital Market Law and its regulations.

The Capital Market Authority approves the capital increase request for Aljazira Takaful Taawuni Company through the issuance of bonus shares dated 7 / 08 / 2023

The Capital Market Authority (CMA) has approved Aljazira Takaful Taawuni Company's request to increase its capital from SAR 550,000,000 to SAR 660,000,000. This capital

increase will be achieved by issuing one bonus share for every five existing shares owned by registered shareholders. The specific date for this will be determined by the Company's board later. Funding for this increase will come from transferring SAR 110,000,000 from the "Share premium" account to the Company's capital. Consequently, the Company's outstanding shares will rise from 55,000,000 shares to 66,000,000 shares, representing an increase of 11,000,000 shares. An extraordinary general assembly meeting will be held within six months from the date of this approval, ensuring compliance with all regulatory requirements and applicable laws.

Change the name of Awan Saudi Capital dated 08 / 08 / 2023

Based upon the Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations, the Capital Market Authority (CMA) announces that Awan Saudi Capital notified the CMA of its name change to J. Awan Capital.

The Capital Market Authority Licenses Emkan Alarabiya to Conduct Arranging Activities in the Securities Business and its Completion of the Commencements of Business Requirements dated 09 / 08 / 2023

In accordance to the Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations, the Capital Market Authority announces that Emkan Alarabiya has completed the commencements of business requirements to conduct Arranging Activities in the Securities Business licensed as per CMA resolution dated 21/03/1444H corresponding to 17/10/2022G.

CMA Announces the Approval of Public Offering of " Alpha Capital Public Sukuk Fund" dated 10 / 08 / 2023

The Capital Market Authority (CMA) has approved the public offer of the "Eastern Region Associations Endowment Fund" by Al Rajhi Capital. It is important for investors to thoroughly read and understand the Terms and Conditions of the fund, which provide detailed information on the Fund, investment strategy, and risk factors. Careful consideration of the associated risks is necessary to assess the feasibility of investing. If the Terms and Conditions are difficult to comprehend, it is advisable to consult with the fund manager for further clarification. It is crucial to note that the CMA's approval should not be taken as a recommendation to subscribe to the fund. It signifies compliance with legal requirements outlined in the Capital Market Law and its Implementing Regulations.

CMA Disapproves Arab Sea Information Systems Company's request of a capital increase to purchase an asset dated 14 / 08 / 2023

Arab Sea Information Systems Company requested CMA approval to increase its capital from SAR 100,000,000 to SAR 104,375,000 by issuing 437,500 ordinary shares for the purpose of purchasing an asset. However, after reviewing the application, the CMA Board issued a resolution on 27/01/1445H corresponding to 14/08/2023G, disapproving the

request. The disapproval was based on violations of the Companies Law and The Corporate Governance Regulation, specifically related to related party transactions and conflicts of interest pertaining to the submitted application.

The Permission of the FinTech experiment granted to Afaq Capital Company to test Offering and Investment in Debt Instruments, and its completion of the commencement of business requirements dated 15 / 08 / 2023

The Capital Market Authority (CMA) has announced that Afaq Capital Company has fulfilled the necessary requirements to commence business activities for testing the Financial Technology permit. This permit allows for experimentation with Offering and Investment in Debt Instruments, in accordance with the CMA's Board of Directors' decision dated 10/05/2023G. This initiative is based on the Capital Market Law, its implementing regulations, and the Financial Technology Experimental Permit instructions issued by the CMA.

The CMA: Obligating (3) Violators to pay More than (115) Million Saudi Riyals against Illegal Gains dated 17 / 08 / 2023

The CMA convicted individuals for violating capital market laws, imposing fines and trading bans due to share price manipulation and misleading practices. These convictions were a result of collaborative efforts involving the CMA, Public Prosecution, and security authorities in response to a public penal case. The CMA stresses the importance of investor confidence and encourages reporting of illegal practices. Violators are penalized, and the CMA employs technology and cooperation to prevent market manipulation. Affected investors can seek compensation through CRSD, and violator identities are publicly disclosed after legal proceedings. The details of the two decisions can be viewed through the following links:

Announcement of the GS-CRSD – First Decision ([click here](#))

Announcement of the GS-CRSD – Second Decision ([click here](#))

The Capital Market Authority Licenses J. awan Capital to Conduct Advising Activities in the Securities Business and its Completion of the Commencements of Business Requirements dated 7 / 08 / 2023

In accordance to the Capital Market Law issued by Royal Decree No. (M/30) dated 02/06/1424H and its Implementing Regulations, the Capital Market Authority announces that J. awan Capital has completed the commencements of business requirements to conduct Advising Activities in the Securities Business licensed as per CMA resolution dated 10/10/1443H corresponding to 11/05/2022G.

The Permission of the FinTech experiment granted to Trh Capital Company to test Offering and Investment in Debt Instruments, and its completion of the commencement of business requirements dated 30 / 08 / 2023

The Capital Market Authority (CMA) has announced that Trh Capital Company has fulfilled the necessary requirements to begin experimenting with the Financial Technology permit for testing Offering and Investment in Debt Instruments. This decision aligns with the Capital Market Law, its implementing regulations, and the Financial Technology Experimental Permit instructions issued by the CMA's Board of Directors on 18/01/2023G

Issuance of a decision to Accept Request to Register Class Action against Some Members of the Board of Directors and Employees in Mohammad Al Mojil Group for investors in the company's shares from 22/2/2012 until the date of the suspension of the share dated 31 / 08 / 2023

The General Secretariat of the Committees for Resolution of Securities Disputes (GS-CRSD) has announced the acceptance of a class action lawsuit request by an investor against certain members of the Board of Directors and employees of Mohammad Al Mojil Group. The lawsuit aims to claim compensation for damages caused by misleading company announcements made on 22/02/2012 and 21/04/2012, which misrepresented the company's financial position during that period. The CMA informs traders and investors in the Saudi capital market that anyone who purchased the company's shares after the announcement of its annual financial results on 22/02/2012 and held them until the suspension of trading on 22/07/2012 has the right to join the class action lawsuit. Requests for participation must be submitted within 90 days from the date of this announcement. The CMA had previously issued final decisions related to class action lawsuits in 2020 and 2021 concerning violations in Mohammad Al-Mojil Group during its IPO phase and afterward. The CMA emphasizes its commitment to enforcing the Capital Market Law and regulations to maintain an advanced and stable capital market that ensures fairness, sufficiency, and transparency in securities trading. Investor protection against unjust practices, including fraud, deceit, cheating, and manipulation, is a top priority for the CMA. The CMA continually works to provide tools for investors to exercise their rights, streamline procedures, reduce litigation costs, and facilitate compensation for affected parties, all aimed at enhancing investor protection and reducing investment risks in the capital market. Details of the announcement can be found published on the website of the GS-CRSD, via the following link:

[Announcement of the General Secretariat of CRSD](#)

It is worth mentioning that the CMA took the initiative to facilitate the procedures of requesting to join the class action lawsuit by creating an electronic link on the CMA's website, making it easier for the affected investors who meet the conditions to submit their requests without the need to personally come to the headquarters of the CMA or the GS-CRSD. Submitting a request to join the class action can be done using the following link:

[Request to Join the Class Action Lawsuit](#)

CMA confirms that all investors outside the category mentioned in the GS-CRSD announcement have the right to file an individual claim, provided that this is preceded by filing a complaint with CMA via the link:

[File a Complaint](#)

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