

- **Annex of the Prakas No 004/11 SECC/Prk dated on May 03, 2011 on the Implementation of Listing Rule**
- **Annex of the Prakas No 001/12 Duplicate 1 SECC/Prk dated on April 17, 2012 on the Implementation of the Amendment to Fee in the Listing Rules of the Cambodia Securities Exchange**

Listing Rules of the Cambodia Securities Exchange

Chapter I General Provision

Article 1.-Purpose

The purpose of these rules is to prescribe the necessary matters for listing of equity securities at the Cambodia Securities Exchange (written hereafter as “the CSX”) pursuant to the Law on the Issuance and Trading of Non-Government Securities and relevant regulations.

Article 2.-Definitions

The terms used in these rules are defined in this article and in the glossary of the annex of the Law on Issuance and Trading of Non-Government Securities and the Anukret on the Implementation of the Law on the Issuance and Trading of Non-Government Securities and relevant regulations.

-“Applicant for Initial Listing” shall refer to a person who intends to apply for listing equity securities (shares) and is not yet listed at the CSX.

-“Listed Entity” shall refer to a person who has made a public offer and been listed at the CSX.

-“Largest Shareholder” shall refer to shareholders and the specially-related persons of a listed company who hold the largest number of voting shares of the company. In this case, the shares held for the purpose of portfolio investment by the institutional investors, shall be excluded from the calculation of the number of shares held by the largest shareholder.

Chapter II Listing of Equity Securities

Section 1 General Provisions

Article 3.-Preparation of Financial Statements

The financial statements which shall be attached with the application for listing shall be prepared and audited pursuant to the Law on Corporate Accounts, Their Audit and Accounting Professions and relevant laws and regulations of the Kingdom of Cambodia.

The detailed financial information required in these rules shall be prepared based on the financial statement stated in paragraph 1 of this article.

Article 4.-Unreturnable Applications for Listing Eligibility Review and Listing

All relevant applications for listing eligibility review and listing required by these rules shall not be returned, although this application have been rejected or withdrawn.

Section 2

Requirements and Procedures for Listing Eligibility Review

Article 5.-Listing Eligibility Review

A person who intends to be listed at the CSX shall undergo the listing eligibility review.

Article 6.-Application for Listing Eligibility Review

A person applying for listing eligibility review shall submit the following documents to the CSX:

- 1-General Information:
 - a. Name of the company in Khmer and Latin;
 - b. Address of the company;
 - c. Date of incorporation;
 - d. Corporate objectives;
 - e. Commercial registration certificate;
 - f. Business licenses from the related authorities.
- 2- Company's representative information: Identity of the representative;
- 3- Shareholder Information: Shareholders' identities;
- 4- Quantitative Information:
 - a. Total shareholders' equity at the application date;
 - b. Net profit for the last 03 (three) years;
 - c. Audited financial statements for the last 03 (three) years;
 - d. Type of securities issued and traded at the CSX.

Article 7.-Notification of Listing Eligibility Review Result

The CSX shall notify the result of the listing eligibility review to the applicant no longer than 01 (one) month from the date of receiving the application.

In case that the CSX rejects the applicant's listing eligibility, the CSX shall provide reasons for the rejections in writing and the applicant may request for clarification from the CSX and/or appeal to the SECC for review and decision.

Section 3

Listing Requirements and Procedures

Article 8.-Listing Procedures

A Person received the notification of eligibility for listing at the CSX shall fulfill procedures for official listing at the CSX within seven (7) working days after the securities have been allotted to the subscribers.

Article 9.-Documents Submitted to the CSX

In fulfilling the official listing procedures, the eligible applicant shall submit the following documents to the CSX:

- 1- Disclosure documents already registered at the SECC;
- 2- Documents proving the securities subscription settlement;
- 3- Copy of the contract with Securities Transfer Agent;
- 4- Copy of the contract with Securities Paying Agent;
- 5- Securities allotment report;
- 6- Letter confirming securities deposited at the Operator of a Securities Depository.

Article 10.-Official Listing

After correctly and fully receiving documents as stated in the article 9 of these rules, the CSX shall review and officially list the eligible applicant at the CSX within five (5) working days.

Article 11.-Securities Listing Agreement

Before permitting to be officially listed at the CSX, the eligible applicant shall sign a securities listing agreement in accordance with the form approved by the SECC.

The listing agreement stated in paragraph 1 shall be valid from the listing date.

Article 12.-Quantitative Requirements

The eligible applicant can officially be listed at the CSX by satisfying the following requirements unless determined otherwise by the Director General of the SECC:

- 1- Number of shareholders holding less than 1% (one percent) voting shares: number of shareholders holding less than 1% voting shares, who hold 10 (ten) shares or more, shall be at least 200 (two hundred) as of the date of fulfilling the official listing procedures.
- 2- Number of shares held by shareholders holding less than 1% (one percent) voting shares: voting shares of shareholders holding less than 1% (one percent) voting shares shall be more than 200,000 (two hundred thousand) or 15% of the total voting shares, whichever is larger;

Article 13.-Non-Quantitative Requirements

The eligible applicant can officially be listed at the CSX by fulfilling the following non-quantitative requirements:

- 1- Share ownership of the largest shareholders shall not be changed for the last 01 (one) year until the official listing;
- 2- All the issued securities shall be deposited at the Operator of Securities Depository approved by the SECC.

Chapter III

Conditions and Procedures of Official Delisting

Article 14.-Official Delisting Criteria

The CSX shall officially delist securities of a listed company, which fall under any of the following cases, unless otherwise determined by the Director General of the SECC:

- 1- Where a listed company fails to submit the annual report for the latest fiscal year within three (3) months after the submission deadline determined by the SECC;
- 2- Where the auditor's opinion in the audit report of a listed company is adverse or disclaimed for 02 (two) years;
- 3- Where the annual reports show that the shareholders' equity for the last 02 (two) consecutive years has decreased more than 50% (fifty percent).
- 4- Where there is repetition of breaches of disclosure obligations;
- 5- Where a listed company is not able to successfully settle the commercial paper, or issued cheque, or the transactions with commercial banks have been suspended;
- 6- Where a listed company falls under any causes of corporate dissolution pursuant to the relevant laws and regulations;
- 7- Where a listed company is restricted to transfer its shares. Nevertheless, this provision shall not be applied to the cases where the restriction on shares transfer is not deemed to impede the trading in the Market, as the restriction is imposed by other laws unrelated to the securities sector.

Article 15.-Public Notice and Trading Permission of Official Delisted Securities

When delisting any listed securities, the CSX shall make public notice on the delisting of the concerned securities.

Where there is any delisting of any securities, the CSX may permit the continuation of trading the concerned securities for 10 (ten) days, unless otherwise determined by the Director General of the SECC.

Chapter IV

Supervision of Listed Securities

Article 16.-Obligation and Procedures of Disclosing Information

Listed entity shall timely submit to the CSX the disclosure documents and other related documents to fulfill their obligation of disclosure determined by the SECC.

Article 17.-Lock-up Agreement

Applicant for initial listing shall attach the agreement in which states that shareholders with controlling interest in voting share shall not sell or transfer their shares for a period of at least one year, and shareholders owning at least 15% (fifteen percent) of total shares shall not sell or transfer their shares for a period of at least six months after the initial listing.

Article 18.-Trading Suspension and Trade Resumption

The CSX may suspend trading of securities in any of the following cases:

- 1- Where a part or all of a listed securities has been forged or altered;
- 2- Where there is a fall under any delisting criteria of the Article 14 when the
- 3- delisting measures have not been implemented;
- 4- Where there is a stock spilt, stock merged, or proposed by the listed entity;
- 5- Where there is a decision made by the Director General of the SECC;

The suspension of securities trading in accordance with paragraph 1 shall be undertaken until these issues have been solved, unless there is additional decision made by the Director Genreal of the SECC.

Article 19.-Application for Additional Share Issuance

A listed entity, who intends to issue additional shares, shall complete procedures for listing stated in these rules.

Article 20.-Application for Listing Change

In case of changes in the name of the company, par value of the listed securities or the number of shares issued, the listed entity shall complete procedures for listing changes at the CSX.

Article 21.-Notification of Securities Forgery

Where there is any notice in writing to the SECC of any forgery in transfer of securities, a listed entity shall immediately notify the CSX. The notification may be done through the Securities Transfer Agent.

Chapter V Listing fee

Article 22 (New).-Listing Eligibility Review Examination and Listing Fees

A person applied for listing eligibility review shall pay the examination fee of 4,000,000 (four million) Riels to the CSX.

A listed entity shall pay the listing fee to the CSX based on the total of the market capitalization calculated by the price of the initial public offering as following:

- 1- If the market capitalization of less than or equal to 12, 000,000,000 (twelve billion) Riels, the fee shall be 10,000,000 (ten million) Riels.
- 2- If the market capitalization of more than 12,000,000,000 (twelve billion) Riels, but less than or equal to 40,000,000,000 (forty billion) Riels, the fees shall be paid as the follows:
 - a. 10,000,000 (ten million) Riels for market capitalization of 12,000,000,000 (twelve billion) Riels; and
 - b. 0.04% for the remaining of the market capitalization.

- 3- If the market capitalization of more than 40,000,000,000 (forty billion) Riels, but equal to or less than 200,000,000,000 (two hundred billion) Riels, the fees shall be paid as the follows:
 - a. 10,000,000 (ten million) Riels for market capitalization of 12,000,000,000 (twelve billion) Riels;
 - b. 0.04% for market capitalization of 28,000,000,000 (twenty eight billion) Riels; and
 - c. 0.03% for the remaining of the market capitalization.
- 4- If the market capitalization of more than 200,000,000,000 (two hundred billion) Riels but equal to or less than 400,000,000,000 (four hundred billion) Riels, the fees shall be paid as the follows:
 - a. 10,000,000 (ten million) Riels for market capitalization of 12,000,000,000 (twelve billion) Riels;
 - b. 0.04% for market capitalization of 28,000,000,000 (twenty eight billion) Riels;
 - c. 0.03% for market capitalization of 160,000,000,000 (one hundred sixty billion) Riels; and
 - d. 0.02% for the remaining market capitalization.
- 5- If the market capitalization of more than 400,000,000,000 (four hundred billion) Riels, the fees shall be paid as the follows:
 - a. 10,000,000 (ten million) Riels for market capitalization of 12,000,000,000 (twelve billion) Riels;
 - b. 0.04% for market capitalization of 28,000,000,000 (twenty eight billion) Riels;
 - c. 0.03% for market capitalization of 160,000,000,000 (one hundred sixty billion) Riels;
 - d. 0.02% for market capitalization of 200,000,000,000 (two hundred billion) Riels; and
 - e. 0.01% for the remaining market capitalization.

Article 23.-Annual Listing Fee

A listed entity shall pay annual fees to the CSX based on the market capitalization at the end of each fiscal year as the follows:

- 1- If the market capitalization of less than or equal to 12, 000,000,000 (twelve billion) Riels, the fee shall be 3,000,000 (three million) Riels.
- 2- If the market capitalization of more than 12,000,000,000 (twelve billion) Riels, but less than or equal to 40,000,000,000 (forty billion) Riels, the fees shall be paid as the follows:
 - a. Market capitalization of 12,000,000,000 (twelve billion) Riels: 3,000,000 (three million) Riels; and
 - b. For the remaining of the market capitalization, fee shall be 0.02 %.
- 3- If the market capitalization of more than 40,000,000,000 (forty billion) Riels, but equal to or less than 200,000,000,000 (two hundred billion) Riels, the fees shall be paid as the follows:

- a. Market capitalization of 12,000,000,000 (twelve billion) Riels: 3,000,000 (three million) Riels;
 - b. Market capitalization of 28,000,000,000 (twenty eight billion) Riels: 5,600,000 (five million and six hundred thousand) Riels; and
 - c. For the remaining of the market capitalization, fee shall be 0.015%.
- 4- If the market capitalization of more than 200,000,000,000 (two hundred billion) Riels, the fees shall be paid as the follows:
- a. Market capitalization of 12,000,000,000 (twelve billion) Riels: 3,000,000 Riels;
 - b. Market capitalization of 28,000,000,000 (twenty eight billion) Riels: 5,600,000 (five million and six hundred thousand);
 - c. Market capitalization of 160,000,000,000 (one hundred sixty billion), fee shall be 0.015% or equal to 24,000,000 (twenty four million) Riels; and
 - d. For the remaining market capitalization, fee shall be 0.005%.

Chapter VI

Transitional Provision

Article 24.-Exemption

In the initial two year-period in implementing these rules, on an actual basis, the CSX may request to the SECC for waiving any requirements of listing eligibility review and official listing for an applicant for initial listing.
