SECTION 7

CONTINUING LISTING REQUIREMENTS

All Entities whose Securities are listed on the Exchange shall comply with these Rules and such additional Rules as may be introduced from time to time at the discretion of the Exchange.

All Entities whose securities are listed on the Exchange, whether or not such listing has taken place prior to these Rules shall, where applicable, be bound by these Rules and such additions, variations etc. made from time to time.

It is the duty of the board of directors of every Entity whose Securities are listed to ensure that all the Rules of the Exchange are met on a continuing basis so long as the Securities of such Entity remain on the Exchange.

7.1 DIVIDEND PAYMENT

ANNOUNCEMENT TO THE EXCHANGE

a. The Entity shall, immediately upon authorizing a dividend distribution, make an announcement to the Exchange. The announcement to the Exchange shall include:-

(i) dividend per share

(ii) whether the dividend distribution is subject to the shareholder approval or not

(iii) date of dispatch of dividend payment

(iv) book closure date (if applicable)

(v) financial year applicable for the dividend

(vi) In the event the dividend distribution by the Local Entity relates to its Foreign Currency denominated Shares listed on the Exchange, the announcement shall state that the dividends are paid from the foreign exchange earnings of the Entity in accordance with the Applicable Foreign Exchange Regulations.

(vii) in the event of a scrip dividend:

- The number of shares to be issued
- The proportion in which shares are to be issued
- The consideration for which the shares are to be issued
- The current stated capital of the Entity
- The value of reserve/s to be capitalized for the issue of shares
- The following statement:
  "The scrip dividend is subject to the Exchange approving in principle the issue and listing of shares and obtaining shareholder approval (if required in terms of the Articles of Association of the Entity).

(viii) a resolution passed by the board of directors of the Entity stating that the Board has reasonable grounds for believing

that the Entity would satisfy the Solvency Test immediately after the dividend distribution

(ix) a certified copy of the certificate signed by the board of directors of the Entity to the effect that the Entity is able to satisfy the Solvency Test immediately after the dividend distribution, with an undertaking that the Entity shall forward to the Exchange a certified copy of the certificate of solvency issued by a firm of auditors.

b. Unless the Entity's Articles of Association provides otherwise, upon the board of directors authorizing a dividend distribution the shareholders must approve such distribution by an ordinary resolution.

c. Timeframe for the dividend payment

The Entity shall notify, in writing, the following dates to the Exchange:

(i) Where the Entity is required to obtain shareholder approval as per the Articles of Association of the Entity;

1. The Date of the General Meeting – The date of the general meeting shall be determined by the Entity.

2. The Ex-Dividend (XD) Date - The XD Date shall be the Market Day immediately following the date on which the related resolution is passed by the shareholders at the General Meeting.

3. The Record Date - The Record Date shall be the second (2nd) Market Day from the date of the General Meeting excluding the date of the meeting for the purpose of calculation.

4. The Date of Dispatch of the Dividend Payment - The date of dispatch of the dividend payment shall be within twelve (12) Market Days from and excluding the Record Date.

Provided however, in instances where the shareholder has given accurate dividend disposal instructions to the CDS or the Listed Entity by providing the bank account number, the dividend payment shall be directly credited to such bank account within three (3) Market Days from and excluding the Record Date.

The Entity shall promptly notify the Exchange of the date of dispatch of the dividend payment.

(ii) Where the Entity is not required to obtain shareholder approval as per the Articles of Association of the Entity;

1. The XD Date - The XD Date shall be the seventh (7th) Market Day from and excluding the date of the announcement to the Exchange for the purpose of calculation.

2. The Record Date - The Record Date shall be the first (1st) Market Day from and excluding the XD Date for the purpose of calculation.

3. The Date of Dispatch of the Dividend Payment - The date of dispatch of the dividend payment shall be within twelve (12) Market Days from and excluding the Record Date.

   Provided however, in instances where the shareholder has given accurate dividend disposal instructions to the CDS or the Listed Entity by providing the bank account number, the dividend payment shall be directly credited to such bank account within three (3) Market Days from and excluding the Record date.

   The Entity shall promptly notify the Exchange of the date of dispatch of the dividend payment.

d. Once a dividend distribution has been announced an Entity shall not alter the dividend per share without consulting the Exchange.

e. Solvency Certificate

The Entity shall forward to the Exchange a certified copy of the certificate of solvency issued by a firm of auditors as soon as the same is issued and in any event prior to dispatching the dividend payment.

f. In the event the dividend distribution by the Local Entity relates to its Foreign Currency denominated Shares listed on the Exchange, the Entity shall submit to the Exchange a Declaration confirming that the Entity is in compliance with the Applicable Foreign Exchange Regulations.

g. Dividend distribution by way of a scrip dividend

(i) Additional Listing Application

The Entity shall submit the following documents to the Exchange within five (05) Market Days, from and excluding the date of announcement.

1. Listing Application in conformity with Appendix 5A of the Listing Rules.

2. A circular to shareholders, if approval of the shareholders is required to issue shares by way of a scrip dividend, in terms of the Articles of Association of the Entity.

3. The Notice of General Meeting, if approval of the shareholders is required to issue shares by way of a scrip dividend in terms of the Articles of Association of the Entity.

4. a copy of the Board Resolution certified by the Company Secretary recommending the issue and the listing of the shares arising from the scrip dividend and confirmation by

the Board that in its opinion the consideration for which the shares are to be issued is fair and reasonable to the Entity and to all existing shareholders.

5. Where the issue of shares by way of a scrip dividend requires the approval of the shareholders of the Entity, an extract of such Article certified to be a true copy by the Company Secretary.

6. The relevant fee payable to the Exchange as set out in Section 12 of the Listing Rules.

(ii) Timeframe for the issue of shares by way of a scrip dividend

a. Where the Entity is required to obtain shareholder approval as per the Articles of Association of the Entity, the Entity shall notify, in writing, the dates set out in items 1 to 3below to the Exchange, upon the Exchange granting approval in principle for the issue of shares:

1. The Date of the General Meeting - The date of the General Meeting shall be determined by the Entity.

2. The XD Date - The XD Date shall be the Market Day immediately following the date on which the related resolution is passed by the shareholders at the General Meeting.

3. The Record Date - The Record Date shall be the second (2nd) Market Day from and excluding the date of the General Meeting for the purpose of calculation.

4. Direct Deposit of New Shares into Shareholder's CDS Accounts - The Entity shall ensure that the shares are ready to be directly deposited to the relevant CDS accounts within five (5) Market Days from and excluding the Record Date.

b. Where the Entity is not required to obtain shareholder approval as per the Articles of Association of the Entity, the Entity shall notify, in writing, the dates set out in items 1 to 2 below to the Exchange, upon the Exchange granting approval in principle for the issue of shares:

1. The XD Date - The XD Date shall be the first (1st) Market Day prior to the Record Date (from and excluding the Record date). The XD Date shall be determined by the Entityin consultation with the Exchange.

2. The Record Date - The Record Date shall be the first (1st) Market Day from and excluding the XD Date. The Record Date shall be determined by the Entity in consultation with the Exchange.

3. Direct Deposit of New Shares into Shareholder's CDS Accounts - The Entity shall ensure that the shares are ready to be directly deposited to the relevant CDS accounts within sixteen (16) Market Days from and excluding the Date of announcement to the Exchange.

(iii) Once a dividend distribution by way of a scrip dividend has been announced, an Entity shall not alter details of such scrip dividend without consulting the Exchange.

(iv) Solvency Certificate

The Entity shall forward to the Exchange a certified copy of the certificate of solvency issued by a firm of auditors as soon as the same is issued and in any event prior to submitting the Declaration to the Exchange as specified in (v) below.

(v) Declaration to the Exchange

The Entity shall submit to the Exchange a 'Declaration' as set out in Appendix 5C of these Rules on the Market Day immediately following the day on which the shares are ready to be directly deposited to the respective shareholders' CDS Accounts.

In the event the dividend distribution by the Local Entity relates to its Foreign Currency denominated Shares listed on the Exchange, the Entity shall additionally submit to the Exchange a Declaration confirming that the Entity is in compliance with the Applicable Foreign Exchange Regulations.

7.2 RESOLUTIONS

The Exchange must be notified at the same time as shareholders regarding any resolution to be voted on at any members' meeting. The Exchange shall be notified immediately after the meeting whether the resolution was passed or not.

7.3 CIRCULARS TO SHAREHOLDERS

A copy of circulars to shareholders should be sent to the Exchange at the same time as they are dispatched to the holders of Listed Securities for dissemination to the Market.

7.4 INTERIM FINANCIAL STATEMENTS

a. (i) A Listed Entity shall prepare and submit Interim Financial Statements to the Exchange for public release as follows:

1. Where the Securities are listed on the Main Listing Segment, the Interim Financial Statements (hereinafter referred to as 'Financial Statements') shall be prepared and submitted on a quarterly basis as soon as the figures have been approved by the Board of Directors of the Entity and in any event not later than forty five (45) days from the end of the first, second and third quarters and two (2) months from the end of the fourth quarter; and,

In the event a Local Entity has listed its Foreign Currency denominated Securities on the Exchange, the Interim Financial Statements shall be made available in the Trading Currency as defined in these Rules and such Financial Statements shall be presented in accordance with the Sri Lanka Accounting Standards and the Guidelines issued by the CA Sri Lanka.

2. Where the Securities are listed on the Empower Board in the Alternate Market Segment, the Financial Statements shall be prepared and submitted on a half yearly basis, as soon as the figures have been approved by the Board of Directors of the Entity and in any event not later than two (2) months from the end of the half year.

Such Financial Statements shall include the following:

- A statement of financial position as of the end of the current interim period and a comparative statement of financial position as of the end of the immediately preceding financial year;

- A statement of comprehensive income for the current interim period and cumulatively for the current financial year to date, with comparative statements of comprehensive income for the comparable interim periods (current and year-to- date) of the immediately preceding financial year; and,

- A statement of changes in equity and a cash flow statement, cumulatively for the current financial year to date, with a comparative statement for the comparable year-to-date period of the immediately preceding financial year.

Additionally, the Entity shall submit to the Exchange a Supplementary Disclosure Statement for the first and third quarters within forty-five (45) days from the end of such quarters. The Supplementary Disclosure Statement shall be prepared by the Entity in conformity with the format prescribed by the Exchange from time to time.

(ii) The Entity shall;

- submit to the Exchange one (01) set of the Interim Financial Statements in printed form, which is dated and bears the original signatures of two (02) Directors of the Entity; and,

- simultaneously upload a soft copy of the same to the web site of the Exchange, in accordance with the procedure set out by the Exchange for such purpose from time to time.

(iii) The Entity shall send to the Exchange the Financial Statements after the close of trading but not later than 17:00 hours.

b. A Listed Entity shall ensure that the Financial Statements fulfill the following requirements;

(i) comply with the Sri Lanka Accounting Standards (LKAS) 34 and include group and company results separately in the case of a Holding Company. (Not applicable to Entities whose Securities are listed on the Empower Board in the Alternate Market Segment)

(ii) include the additional notes and ratios as set out in Appendix 7A to the Rules. (Not applicable to Entities whose Securities are listed on the Empower Board in the Alternate Market Segment)

(iii) be signed by two (02) Directors.

(iv) state that the Financial Statements are not audited.

c. Enforcement Procedure for Non-Submission/Delayed Submission of Interim Financial Statements

(A) In respect of Securities Listed in the Main Market Segment *and Debt Securities listed on the Exchange*

(i) This Rule 7.4 (c) shall not be applicable to Entities which:

(a) have listed only Debt Securities on the Exchange provided a fresh rating certificate obtained for the relevant quarter is disclosed to the market in lieu of the applicable requirements for interim financial statements pertaining to the relevant Debt Security.

(b) have listed High Yield Corporate Debt Securities on the Exchange, in lieu of the application of Rule 7.12.3 E of these Rules.

(ii) In the event a Listed Entity fails to submit the Interim financial statements within the time period set out in Rule 7.4 (a) of these Rules, the Securities of such Listed Entity shall be transferred to the Watch List on or before the expiry of five (05) Market Days from the expiry of said time period.

(iii) Immediately subsequent to the transfer of Securities of the Listed Entity to the Watch List, the Listed Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

1. the remedial action taken or proposed to be taken by the Entity to submit the interim financial statements within a period of three (03) months from the date of transfer to the Watch List; and

2. the following statements:

a. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the CSE within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

b. In the event the Entity fails to implement such remedial action within three (03) months from the date of transferring the Securities of the Listed Entity to the Watch List, the

trading in such Securities of the Listed Entity shall be suspended by the CSE; and,

c. In the event of such trading suspension continuing for a period of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3(a) of the Listing Rules.

(iv) In the event the Listed Entity fails to rectify the non-compliance within a period of one (01) month from the date of transferring the Securities of the Listed Entity to the Watch List, the Exchange shall impose penalties on each Director serving on the Board of such Listed Entity as at the date of such non-compliance with due notice to each such Director in the manner specified below:

I. Rupees One Million (Rs. 1,000,000/-) on the expiry of a period of one (01) month from the date of transferring its Securities to the Watch List; and,

II. Rupees Five Hundred Thousand (Rs. 500,000/-) on a monthly basis thereafter, until such time the Listed Entity complies with the said Rule or is delisted in terms of these Rules, whichever comes first, subject to a maximum penalty of Rupees Five Million. (Rs. 5,000,000/-).

Such penalty shall be settled to the Exchange by each such Director within a period of seven (7) Market Days from the date of notification of the penalty by the Exchange to the Directors of the Listed Entity.

The Exchange shall upon issuing the notice to the said Directors, simultaneously, make an Announcement to the Market of the non-compliance and the enforcement action taken against each Director of the Listed Entity serving on its Board of Directors as at the date of non-compliance.

In the event a Director/s of the Listed Entity fails to settle the penalty within the specified time period, such failure to comply shall be referred to the SEC in terms of Section 65 of the SEC Act.

(v) Where the non-compliance is not rectified, the Listed Entity shall notify its shareholders at the First General Meeting of the Entity, to be held subsequent to the Securities being transferred to the Watch List, the details pertaining to the non-compliance with Rule 7.4 (a) of these Rules and inform shareholders of the remedial action taken or proposed to be taken by the Entity, in order to ensure compliance with Rule 7.4 (a) of these Rules. Such notification shall include a statement that a failure on the part of the Listed Entity to rectify the non-compliance has resulted or shall result (as applicable) in the suspension of the trading of Securities of the Entity and that the continued non-compliance shall result in the securities of the Entity being delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

(vi) The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately following the date of the General Meeting. Such announcement shall include any decisions made pertaining to such matter.

(vii) The Directors and the Chief Executive Officer of the Entity, their Close Family Members, the parent Entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Entity directly or indirectly hold fifty per centum (50%) or more of the voting rights shall refrain from exercising their rights to transact, directly or indirectly, in the Securities of the Entity whilst such Securities are on the Watch List, unless prior approval is obtained from the SEC.

In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity complies with Rule 7.4 (a) of these Rules, whichever occurs earlier.

(viii) The Listed Entity shall rectify the non-compliance within a period of three (3) months from the date of transferring the Securities of the Listed Entity to the Watch List.

(ix) In the event the Listed Entity fails to rectify the non-compliance within a period of three (03) months from the date of transferring the Securities of the Listed Entity to the Watch List, the Exchange shall:

i. issue a public reprimand to each Director of the Listed Entity serving on its Board of Directors as at the date of non-compliance and make an Announcement to the Market regarding such public reprimand; and,
ii. suspend the trading of Securities of the Listed Entity until such time the Entity complies with Rule 7.4 (a) of these Rules.

(x) In the event the trading of Securities of the Listed Entity remains suspended for a period in excess of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these Rules.

(xi) The decision of the Board of Directors of the CSE to delist the securities of the Entity made in terms of Rule 11.3 (a) of these Rules shall be communicated to the SEC together with the reasons for same;

Provided however the SEC may grant a further period of time to enable the Listed Entity to comply with Rule 7.4 (a) of these Rules on an application made by such Listed Entity to the SEC within a period of nine (09) months from the date of suspension of the Securities of the Listed Entity.

In the event the Listed Entity fails to comply with Rule 7.4 (a) of these Rules within the extended period granted by the SEC, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3(a) of these rules and such decision shall be communicated to the SEC together with the reasons for same.

(B) In respect of Securities Listed on the Empower Board in the Alternate Market Segment:

(i) In the event a Listed Entity fails to submit the Interim financial statements within the time period set out in Rule 7.4 (a) (2) of these Rules, the securities of such Listed Entity shall be transferred to the

Watch List on or before the expiry of ten (10) Market Days from the expiry of said time period.

(ii) Immediately subsequent to the transfer of securities of the Listed Entity to the Watch List, the Listed Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

1. the remedial action taken or proposed to be taken by the Entity to submit the interim financial statements within a period of eighteen (18) months from the date of transfer to the Watch List; and
2. the following statements:

    a. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the CSE within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation; and,

    b. In the event the Entity fails to implement the remedial action within eighteen (18) months from the date of transferring the securities of the Listed Entity to the Watch List, the trading in such securities of the Listed Entity shall be suspended by the CSE.

    c. In the event of such trading suspension continuing for a period of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

(iii) Where the non-compliance is not rectified, the Listed Entity shall notify its shareholders at the first General Meeting of the Entity, to be held subsequent to the securities being transferred to the Watch List, the details pertaining to the non-compliance with Rule 7.4 (a) (2) of these Rules and inform shareholders of the remedial action taken or proposed to be taken by the Entity, in order to ensure compliance with Rule 7.4 (a) (2) of these Rules. Such notification shall include a statement that a failure on the part of the Listed Entity to rectify the non-compliance has resulted or shall result (as applicable) in the suspension of the trading of securities of the Entity and that continued non-compliance shall result in the securities of the Entity being delisted by the Board of Directors of the CSE in terms of 11.3(a)of the Listing Rules.

(iv) The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately following the date of the General Meeting. Such announcement shall include any decisions made pertaining to such matter.

(v) The Directors and the Chief Executive Officer of the Entity, their Close Family Members, the parent Entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Entity directly or indirectly hold fifty per centum (50%) or more of the voting rights and Sponsor/s who

are shareholders of the Entity shall refrain from exercising their rights to transact, directly or indirectly, in the securities of the Entity whilst such securities are on the Watch List, unless prior approval is obtained from the SEC.

In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity complies with Rule 7.4 (a) (2) of these Rules, whichever occurs earlier.

(vi) The Listed Entity shall rectify the non-compliance within a period of eighteen (18) months from the date of transferring the securities of the Listed Entity to the Watch List.

(vii) In the event the Listed Entity fails to rectify the non-compliance within a period of eighteen (18) months from the date of transferring the securities of the Listed Entity to the Watch List, the Exchange shall suspend the trading of securities of the Listed Entity until such time the Listed Entity complies with either Rule 7.4 (a)(i)(2) of these Rules or submits the Annual Report of the Entity in accordance with Rule 7.5 (a)of these Rules, whichever occurs first.

(viii) In the event the trading of securities of the Listed Entity remains suspended for a period in excess of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these Rules.

(ix) The decision of the Board of Directors of the CSE to delist the securities of the Entity made in terms of Rule 11.3 (a) of these Rules shall be communicated to the SEC together with the reasons for same;

Provided however the SEC may grant a further period of time to enable the Listed Entity to comply with Rule 7.4 (a) (2) of these Rules on an application made by such Listed Entity to the SEC within a period of nine (09) months from the date of suspension of the securities of the Listed Entity.

In the event the Listed Entity fails to comply with Rule 7.4 (a)(2) of these Rules within the extended period granted by the SEC, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these rules and such decision shall be communicated to the SEC together with the reasons for same.

For the purpose of Rule 7.4 (c):

'Close Family Member' shall mean and include the spouse and a child below eighteen (18) years and any of the following persons provided that they are financially dependent on and/or acting in concert with the person under reference:

a) child above 18 years;
b) grandparents;
c) parents;

d) brothers;
e) sisters;
f) grandchildren; and
g) spouse of the persons referred to above

'Acting in Concert' shall have the same meaning as defined in the 'Takeovers and Mergers Code'.

7.5 CIRCULATION OF ANNUAL REPORT

a.

(i) A Listed Entity which has its Securities listed on the Exchange, shall ensure that the Annual Report is sent to all shareholders and Debt Securities holders of the Entity (hereinafter referred to as 'Securities holders' in this Rule) and submitted to the Exchange within a period not exceeding five (05) months from the closure of the financial year of the Listed Entity. The Annual Report, shall be prepared in accordance with applicable regulatory requirements and shall include, inter alia,

a) Audited Financial Statements which are prepared and published in accordance with the Sri Lanka Accounting Standards, audited in accordance with Sri Lanka Auditing Standards; and
b) Disclosures which are prepared and published in accordance with the Sri Lanka Sustainability Disclosure Standards.

In the event a Local Entity has listed its Foreign Currency denominated Securities on the Exchange, such Entity shall ensure that the annual report is made available in the Trading Currency, as defined in these Rules and it is presented in accordance with the Sri Lanka Accounting Standards and the Guidelines issued by the CA Sri Lanka.

(ii) In the event an Entity having its shares listed on the Catalist Board is unable to submit its Annual Report within the time period stipulated above, such Entity shall, in the alternative, be permitted to submit the following to the Exchange for a period of two (2) years from the date of listing its shares on the said Board:

(I) Unaudited financial statements of the Entity made up to nine (9) months immediately preceding the close of the financial year of the Listed Entity. Such Unaudited Financial Statements shall be reviewed through a review engagement carried out by the Auditor according to Sri Lanka Standard on Review Engagements.

(II) A report containing the following:

(a) Corporate Governance Practices as per Section 9 of these Rules
(b) Related Party Transactions as per Section 9 of these Rules
(c) Management Discussion and Analysis
(d) Risk Management
(e) Operational Review"

The documents referred to in Rules 7.5 a (ii) (I) and (II) above shall be submitted by the Listed Entity to the Exchange within a period not exceeding five (05) months from the close of the financial year of the Entity.

b. In the event the Listed Entity sends the annual report to its Securities holders in a mode, other than in printed form, the Entity shall comply with the following:

(i) The Listed Entity shall provide a printed copy of the annual report to a Securities holder, upon such Securities holder's request in writing;

(ii) The Listed Entity shall designate a person to attend to the Securities holder's requests as stated in subparagraph (a) above;

(iii) The Listed Entity shall ensure that a printed copy of the annual report is forwarded to the Securities holder requesting the annual report, within eight (8) Market Days from the date of receipt of the request;

(iv) The Listed Entity shall designate a person/s to answer queries from Securities holders relating to the mode of sending the annual report to its Securities holders;

(v) Together with the annual report, the Listed Entity shall send a note to the Securities holders containing the following statement/ information:

1. that the Listed Entity shall forward a printed copy of the annual report to the Securities holder requesting such printed copy within eight (8) Market Days from the date of receipt of the written request; and
2. the Listed Entity's web site and email address, name/s of designated person/s attending to the Securities holder's requests and queries and contact number/s; and
3. a request form to enable the Securities holders to request for a printed copy of the annual report, with the particulars of the Listed Entity's facsimile number and mailing address.

c. In the event the Securities of the Entity are listed on the Empower Board in the Alternate Market Segment, such Entity shall issue the annual report of such Entity in soft copy form and host such document on the websites of the Entity and the Exchange.

Provided however, the Listed Entity shall provide a printed copy of the annual report to a securities holder upon such securities holder's request in writing. The Listed Entity shall ensure that a printed copy of the annual report is forwarded to the securities holder requesting the annual report, within eight (8) Market Days from the date of receipt of the written request.

d. (i) Enforcement Procedure for Independent Auditor's Reports containing an Adverse or Disclaimer of Opinion

(A) In respect of Securities Listed in the Main Market Segment

1. This Rule 7.5 (d)(i)(A) shall not be applicable to Entities which have

listed only Debt Securities on the Exchange provided a fresh rating certificate obtained for the relevant financial year is disclosed to the market.

2. In the event the independent auditor's report in the Audited Financial Statements of a Listed Entity submitted to the Exchange contains an adverse or disclaimer of opinion, it shall be the duty of such Entity to resolve the matters giving rise to the adverse or disclaimer of opinion and have such matters independently verified by an auditor that such matters have been resolved within the time period provided in these Rules.

3. Until the matters giving rise to the adverse or disclaimer of opinion are resolved in the manner specified in Rule 7.5 (d)(i)(A)(2) above, the Listed Entity shall be subjected to the enforcement procedures specified in this Rule.

4. In the event the independent auditor's report in the Audited Financial Statements submitted to the Exchange contains an adverse or disclaimer of opinion, the Securities of such Listed Entity shall be transferred to the Watch List on or before the expiry of five (5) Market Days from the date of submission of such Audited Financial Statements to the Exchange.

5. On submission of such Audited Financial Statements to the Exchange, the Entity shall make an announcement to the Market via the Exchange regarding the adverse or disclaimer of opinion and such announcement shall contain the following;

    a) A statement that the Securities of the Entity will be or has been (as applicable) transferred to the Watch List by the Exchange within five (05) Market Days from the date of receipt of the Audited Financial Statements of the Entity as it contains an adverse or disclaimer of opinion;

    b) The remedial action taken or proposed to be taken by the Entity to resolve the matters giving rise to the adverse or disclaimer of opinion;

    c) The time period within which such remedial action will be taken by the Entity; and

    d) The following additional statements;

        i. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the Exchange within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

        ii. In the event the matters giving rise to the adverse or disclaimer of opinion are not resolved within a period of six (06) months from the date of transferring the Securities of the Entity to the Watch List, the trading of Securities of the Listed Entity shall be suspended. In the event the trading suspension continues for a period in excess of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of

the Listing Rules.

iii. In the event the matters giving rise to the adverse or disclaimer of opinion are resolved, such fact shall be announced to the Market via the CSE in the form of a declaration by the Board of Directors of the Listed Entity which shall be accompanied with a confirmation issued by the Audit Committee of the Listed Entity stating that the matters giving rise to the adverse or disclaimer of opinion have been resolved.

6. The announcement specified in Rule 7.5(d)(i)(A)(5) above shall be repeated on the first (1st) Market Day of each calendar month thereafter until such time the Entity resolves the matters giving rise to the adverse or disclaimer of opinion in the manner specified in these Rules.

7. Unless the matters giving rise to the adverse or disclaimer of opinion are resolved in the manner specified in these Rules, the Entity shall notify its shareholders of the following facts at the first General Meeting to be held subsequent to submitting the Audited Financial Statements to the Exchange. The notice to the shareholders shall include the following;

   i. A statement that the Audit Opinion set out in the independent auditor's report on the Audited Financial Statements of the Listed Entity contains an adverse or disclaimer of opinion;

   ii. The remedial action taken or proposed to be taken by the Entity to resolve such matters; and

   iii. A statement that a failure on the part of the Listed Entity to resolve the matters giving rise to the adverse or disclaimer of opinion during the time period and in the manner specified in the Listing Rules shall result in the suspension of trading of Securities of the Entity and the continued failure to resolve such matters shall result in the subsequent delisting of the securities of the listed Entity in terms of Rule 11.3(a) of the Listing Rules.

8. The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately following the date of such General Meeting. The announcement shall include any decisions made pertaining to such matter.

9. The Directors and the Chief Executive Officer of the entity, their close family members, the parent entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their close family members or the parent entity directly or indirectly hold fifty per centum (50%) or more of the voting rights shall refrain from exercising their right to transact directly or indirectly in the Securities of the Entity whilst such Securities are on the Watch List unless, prior approval is obtained from the SEC.

   In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity resolves the matters giving rise to the adverse or disclaimer of opinion, whichever occurs earlier.

10. a) Unless the Listed Entity obtains a deferment from the SEC in terms of Rule 7.5(d)(i)(A)(12) below or resolves the matters giving rise to the adverse or disclaimer of opinion after the Securities of the Entity are transferred to the Watch List but before the expiry of six (06) months from the date of such transfer, the trading of Securities of the Listed Entity shall be suspended.

    b) In the event the matters giving rise to the adverse or disclaimer of opinion are resolved by the Listed Entity, such fact shall be announced to the Market via the Exchange in the form of a declaration by the Board of Directors of the Listed Entity which shall be accompanied with a confirmation issued by the Audit Committee of the Listed Entity stating that the matters giving rise to the adverse or disclaimer of opinion have been resolved.

    c) A Listed Entity which has made a declaration in terms of sub paragraph (b) above shall however remain on the Watch List until an independent verification by an Auditor is obtained by the Listed Entity as to the resolution of all matters giving rise to the adverse or disclaimer of opinion. Such verification shall be obtained by the Listed Entity within a period not exceeding fifteen (15) months from the date of transfer of the Securities of the Listed Entity to the Watch List.

11. Unless the Listed Entity obtains a deferment from the SEC in terms of Rule 7.5(d)(i)(A)(12) of these Rules or resolves the matters giving rise to the adverse or disclaimer of opinion in the manner specified in Rule 7.5(d)(i)(A)(10)(b) above, the Listed Entity in which trading in Securities has been suspended for failure to resolve the matters giving rise to the adverse or disclaimer of opinion shall, on the expiry of twelve (12) months from the date of suspension of trading, be delisted by the Board of Directors of the CSE in terms of Rule 11.3(a)of these Rules.

    The decision of the Board of Directors of the CSE to delist the securities of the Entity made in terms of Rule 11.3(a) of these Rules shall be communicated to the SEC together with the reasons for same.

    In the event the Listed Entity resolves the matter in the manner specified in Rule 7.5(d)(i)(A)(10)(b) above after the suspension on trading of Securities has been imposed, but before the expiry of twelve (12) months from the date of suspension on trading of Securities, the Securities shall remain on the Watch List until an independent verification from an auditor is obtained by the Listed Entity as to the fact of resolving all matters giving rise to the adverse or disclaimer of opinion. Such verification shall be obtained by the Listed Entity within a period of eighteen (18) months from the date of transferring its Securities to the Watch List.

12. The SEC may grant a deferment from suspending the trading of Securities of the Listed Entity on an application made by the Listed Entity within three (03) months from the date of transferring its Securities to the Watch List, seeking further time to resolve the matters giving rise to the adverse or disclaimer of opinion.

    The SEC may grant a deferment from the matter being referred to the Board of Directors of the Exchange to delist the Securities of the

Entity, on an application made by the Listed Entity within nine (09) months from the date of suspension of the trading of Securities of such Entity, seeking further time to resolve the matters giving rise to the adverse or disclaimer of opinion.

13. In the event the SEC grants a deferment to the Listed Entity from its Securities being suspended and/or delisted as the case may be, the Listed Entity shall resolve the matters giving rise to the adverse or disclaimer of opinion and have such fact independently verified by an Auditor within the extended time period granted by the SEC.

14. Upon the matters giving rise to the adverse or disclaimer of opinion being resolved and independently verified by an auditor within the time periods provided for in these Rules or within the extended time period allowed by the SEC as the case may be, the Securities of the Listed Entity shall be transferred out of the Watch List.

(B) In respect of Securities Listed on the Empower Board in the Alternate Market Segment

1. In the event the independent auditor's report in the Audited Financial Statements of a Listed Entity submitted to the Exchange contains an Adverse or Disclaimer of Opinion, it shall be the duty of such Entity to resolve the matters giving rise to the Adverse or Disclaimer of Opinion and have such matters independently verified by an auditor that such matters have been resolved within the time period provided in these Rules.

2. Until the matters giving rise to the Adverse or Disclaimer of Opinion are resolved in the manner specified in Rule 7.5 (d)(i)(B)(1) above, the Listed Entity shall be subjected to the enforcement procedures specified in this Rule.

3. In the event the independent auditor's report in the Audited Financial Statements submitted to the Exchange contains an Adverse or Disclaimer of Opinion, the securities of such Listed Entity shall be transferred to the Watch List on or before the expiry of ten (10) Market Days from the date of submission of such Audited Financial Statements to the Exchange.

4. On submission of such Audited Financial Statements to the Exchange, the Entity shall make an announcement to the Market via the Exchange regarding the Adverse or Disclaimer of Opinion and such announcement shall contain the following;

   a) A statement that the securities of the Entity will be or has been (as applicable) transferred to the Watch List by the Exchange within ten (10) Market Days from the date of receipt of the Audited Financial Statements of the Entity as it contains an Adverse or Disclaimer of Opinion;

   b) The remedial action taken or proposed to be taken by the Entity to resolve the matters giving rise to the Adverse or Disclaimer of Opinion;

   c) The time period within which such remedial action will be taken by the Entity; and

   d) The following additional statements:

i. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the Exchange within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

ii. In the event the matters giving rise to the Adverse or Disclaimer of Opinion are not resolved within a period of two (2) consecutive years from the date of transferring the securities of the Entity to the Watch List, the trading of securities of the Listed Entity shall be suspended. In the event the trading suspension continues for a period in excess of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules; and,

iii. In the event the matters giving rise to the Adverse or Disclaimer of Opinion are resolved, such fact shall be announced to the Market via the CSE in the form of a declaration by the Board of Directors of the Listed Entity which shall be accompanied with a confirmation issued by the Audit Committee of the Listed Entity stating that the matters giving rise to the Adverse or Disclaimer of Opinion have been resolved.

5. The announcement specified in Rule 7.5 (d)(i)(B)(4) above shall be repeated on the first (1st) Market Day of each calendar month thereafter until such time the Entity resolves the matters giving rise to the Adverse or Disclaimer of Opinion in the manner specified in these Rules.

6. Unless the matters giving rise to the Adverse or Disclaimer of Opinion are resolved in the manner specified in these Rules, the Entity shall notify its shareholders of the following facts at the first General Meeting to be held subsequent to submitting the Audited Financial Statements to the Exchange. The notice to the shareholders shall include the following;

   i. A statement that the Audit Opinion set out in the independent auditor's report on the Audited Financial Statements of the Listed Entity contains an Adverse or Disclaimer of Opinion;

   ii. The remedial action taken or proposed to be taken by the Entity to resolve such matters; and

   iii. A statement that a failure on the part of the Listed Entity to resolve the matters giving rise to the Adverse or Disclaimer of Opinion during the time period and in the manner specified in the Listing Rules shall result in the suspension of trading of securities of the Entity and the continued failure to resolve such matters shall result in the subsequent delisting of the securities of the listed Entity in terms of Rule 11.3(a) of the Listing Rules.

7. The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately following the date of such General Meeting. The announcement shall include any decisions made pertaining to such matter.

8. The Directors and the Chief Executive Officer of the entity, their close family members, the parent entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their close family members or the parent entity directly or indirectly hold fifty per centum (50%) or more of the voting rights and Sponsor/s who are shareholders of the entity shall refrain from exercising their right to transact directly or indirectly in the securities of the Entity whilst such securities are on the Watch List unless, prior approval is obtained from the SEC.

   In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity resolves the matters giving rise to the Adverse or Disclaimer of Opinion, whichever occurs earlier.

9. a) Unless the Listed Entity obtains a deferment from the SEC in terms of Rule 7.5 (d)(I)(B)(11) below or resolves the matters giving rise to the Adverse or Disclaimer of Opinion after the securities of the Entity are transferred to the Watch List but before the expiry of two (02) consecutive years from the date of such transfer, the trading of securities of the Listed Entity shall be suspended.

   b) In the event the matters giving rise to the Adverse or Disclaimer of Opinion are resolved by the Listed Entity, such fact shall be announced to the Market via the Exchange in the form of a declaration by the Board of Directors of the Listed Entity which shall be accompanied with a confirmation issued by the Audit Committee of the Listed Entity stating that the matters giving rise to the Adverse or Disclaimer of Opinion have been resolved.

   c) A Listed Entity which has made a declaration in terms of sub paragraph (b) above shall however remain on the Watch List until an independent verification by an Auditor is obtained by the Listed Entity as to the resolution of all matters giving rise to the Adverse or Disclaimer of Opinion. Such verification shall be obtained by the Listed Entity within a period not exceeding (32) months from the date of transfer of the Securities of the Listed Entity to the Watch List.

10. Unless the Listed Entity obtains a deferment from the SEC in terms of Rule 7.5(d)(I)(B)(11) of these Rules or resolves the matters giving rise to the Adverse or Disclaimer of Opinion in the manner specified in Rule 7.5(d)(I)(B)(9)(b) above, the Listed Entity in which trading in securities has been suspended for failure to resolve the matters giving rise to the Adverse or Disclaimer of Opinion shall, on the expiry of twelve (12) months from the date of suspension of trading, be delisted by the Board of Directors of the CSE in terms of Rule 11.3(a) of these Rules

    .

    The decision of the Board of Directors of the CSE to delist the securities of the Entity made in terms of Rule 11.3(a) of these Rules shall be communicated to the SEC together with the reasons for same.

In the event the Listed Entity resolves the matter in the manner specified in Rule 7.5 (d)(I)(B)(9)(b) above after the suspension on trading of securities has been imposed, but before the expiry of twelve (12) months from the date of suspension on trading of securities, the securities shall remain on the Watch List until an independent verification from an auditor is obtained by the Listed Entity as to the fact of resolving all matters giving rise to the Adverse or Disclaimer of Opinion. Such verification shall be obtained by the Listed Entity within a period of thirty-five (35) months from the date of transferring its Securities to the Watch List.

11. The SEC may grant a deferment from suspending the trading of securities of the Listed Entity on an application made by the Listed Entity within three (03) months from the date of transferring its securities to the Watch List, seeking further time to resolve the matters giving rise to the Adverse or Disclaimer of Opinion.

    The SEC may grant a deferment from the matter being referred to the Board of Directors of the Exchange to delist the securities of the

    Entity, on an application made by the Listed Entity within nine (09) months from the date of suspension of the trading of securities of such Entity, seeking further time to resolve the matters giving rise to the Adverse or Disclaimer of Opinion.

12. In the event the SEC grants a deferment to the Listed Entity from its securities being suspended and/or delisted as the case may be, the Listed Entity shall resolve the matters giving rise to the Adverse or Disclaimer of Opinion and have such fact independently verified by an Auditor within the extended time period granted by the SEC.

13. Upon the matters giving rise to the Adverse or Disclaimer of Opinion being resolved and independently verified by an auditor within the time periods provided for in these Rules or within the extended time period allowed by the SEC as the case may be, the securities of the Listed Entity shall be transferred out of the Watch List.

(ii) Enforcement Procedure for Independent Auditor's Reports containing a Qualified Audit Opinion and/or an Emphasis of Matter on Going Concern

(A) In respect of Securities Listed in the Main Market Segment

1. This Rule 7.5 (d)(ii)(A) shall not be applicable to Entities which have listed only Debt Securities on the Exchange provided a fresh rating certificate obtained for the relevant financial year is disclosed to the market.

2. In the event the independent auditor's report in the Audited Financial Statements of a Listed Entity submitted to the Exchange contains a qualified audit opinion and/or an emphasis of matter ongoing concern, it shall be the duty of such Entity to resolve such matters within the time period provided for in these Rules.

3. Until the matters giving rise to the qualified audit opinion and/or emphasis of matter on going concern are resolved and such resolution is independently verified by an auditor within the time periods provided herein, the Listed Entity shall be subjected to the

enforcement procedures as specified in this Rule.

4. In the event the independent auditor's report on the Audited Financial Statements submitted to the Exchange contains a qualified audit opinion and/or an emphasis of matter on going concern, the Securities of such Listed Entity shall be transferred to the Watch List on or before the expiry of five (05) Market Days from the date of submission of such Audited Financial Statements to the Exchange.

5. On submission of such Audited Financial Statements to the Exchange, the Entity shall make an announcement to the Market via the Exchange regarding the qualified audit opinion and/or emphasis of matter on going concern (as applicable) and such announcement shall contain the following;

    a) A Statement that the Securities of the Entity will be or has been (as applicable) transferred to the Watch List by the Exchange within five (5) Market Days from the date of receipt of the Audited Financial Statements of the Entity as it contains a qualified audit opinion and/or an emphasis of matter on going concern (as applicable);

    b) The remedial action taken or proposed to be taken by the Entity to resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern (as applicable);

    c) The time period within which such remedial action will be taken by the Entity; and

    d) The following additional statements;

        i. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the Exchange within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

        ii. In the event the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern (as applicable) are not resolved within a period of fifteen (15) months from the date of transferring the Securities of the Entity to the Watch List, the trading of Securities of the Listed Entity shall be suspended. In the event the trading suspension continues for a period in excess of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

        iii. In the event the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern

(as applicable) are resolved and such fact is independently verified by an auditor during the period the Securities of the Entity are on the Watch List, it shall be announced to the Market via the CSE forthwith.

6. The announcement specified in Rule 7.5(d)(ii)(A)(5) above shall be repeated on the first (1st) Market Day of each calendar month thereafter until such time the Entity resolves the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern as aforesaid, during the time period the Securities of the Entity are on the Watch List.

7. Unless the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern are resolved earlier in the manner specified in these Rules, the Entity shall notify its shareholders of the following facts at the first General Meeting to be held subsequent to submitting the Audited Financial Statements to the Exchange. The notice to the shareholders shall include the following;

   i. A statement that the independent auditor's report on the Audited Financial Statements of the Listed Entity contains a qualified audit opinion and/or an emphasis of matter on going concern (as applicable);

   ii. The remedial action taken or proposed to be taken by the Entity to resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern (as applicable); and

   iii. A statement that a failure on the part of the Listed Entity to resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern (as applicable) in the manner specified in the Listing Rules within a period of fifteen (15) months from the date of transferring its Securities to the Watch List shall result in the trading suspension of the Securities of the Entity and the continued failure to resolve such matters shall result in the subsequent delisting of the securities of the listed Entity in terms of Rule 11.3(a) of the Listing Rules.

8. The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately following the date of such General Meeting. The announcement shall include any decisions made pertaining to such matter.

9. The Directors and the Chief Executive Officer of the entity, their close family members, the parent entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their close family members or the parent entity directly or indirectly hold fifty per centum (50%) or more of the voting rights shall refrain from exercising their right to transact directly or indirectly in the Securities of the Entity whilst such Securities are on the Watch List unless, prior approval is obtained from the SEC.

   In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation

or until the Listed Entity resolves the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern, whichever occurs earlier.

10. a) Unless the listed entity obtains a deferment from the SEC in terms of Rule 7.5 (d)(ii)(A)(12) of these Rules or resolves the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern and such fact is independently verified by an auditor within a period not exceeding fifteen (15) months from the date its Securities are transferred to the Watch List, the trading in Securities of the Listed Entity shall be suspended at the expiry of fifteen (15) months from the date of transferring the Securities to the Watch List.

    b) In the event the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern are resolved and such fact is independently verified by an auditor prior to the expiry of fifteen (15) months from the date of transferring its Securities to the Watch List, the Securities of the Listed Entity shall be transferred out of the Watch List.

11. Unless the listed entity obtains a deferment from the SEC in terms of Rule 7.5 (d)(ii)(A)(12) of these Rules or resolves the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern in the manner specified in these Rules, a Listed Entity in which trading in Securities has been suspended for failure to resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern as aforesaid shall on the expiry of twelve (12) months from the date of suspension of trading be delisted by the Board of Directors of the Exchange in terms of Rule 11.3(a) of the Listing Rules .

    The decision of the Board of Directors of the Exchange to delist the Securities of the Entity shall be communicated to the SEC together with the reasons for same.

    In the event the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern are resolved and such resolution is independently verified by an auditor after the suspension has been imposed on the trading of Securities of the Listed Entity, but before the expiry of twelve (12) months from the date of suspension of Securities, the Securities of the Listed Entity shall be transferred out of the Watch List.

12. The SEC may grant a deferment from suspension of trading of Securities of the Listed Entity on an application made by the Listed Entity within twelve (12) months from the date of transferring its Securities to the Watch List for a deferment from suspension of trading of the Securities and seek further time to resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern.

    The SEC may grant a deferment from the matter being referred to the Board of Directors of the Exchange to delist the Securities of the Entity, on an application made by the Listed Entity within nine (09) months from the date of suspension of trading of Securities, seeking further time to resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern.

13. In the event the SEC grants a deferment to the Listed Entity from its Securities being suspended and/or from being delisted as the case may be, the Listed Entity shall resolve the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern within the extended time period granted by the SEC.

14. Upon the matters giving rise to the qualified audit opinion and/or the emphasis of matter on going concern being resolved and such resolution has been independently verified by an auditor within the time periods provided for in these Rules or within the extended time period provided by the SEC as the case may be, the Securities of the Listed Entity shall be transferred out of the Watch List.

15. Additional Requirement to be satisfied by Listed Entities, in the event the Independent Auditor's Report in the Audited Financial Statements of the Listed Entity contains a qualified audit opinion:

In the event Audit Opinion set out in the Independent Auditor's Report in the Audited Financial Statements of the Listed Entity, contains a qualified audit opinion and such audit qualification/s is/are quantifiable, the Listed Entity shall forward to the Exchange an 'Impact Report' for public release at the time of submitting the Audited Financial Statements to the Exchange.

The Impact Report shall contain a detailed description of the impact of the said audit qualification/s to the Audited Financial Statements had the matter in question been recognized and disclosed as per the views of the Independent Auditor, including cumulative impact on profit or loss, net assets, total assets, turnover/total income, earnings per share and any other financial item/s, which may be impacted due to the qualified audit opinion.

(B) In respect of Securities Listed on the Empower Board in the Alternate Market Segment

1. In the event the independent auditor's report in the Audited Financial Statements of a Listed Entity submitted to the Exchange contains a Qualified Audit Opinion and/or emphasis of matter on going concern, it shall be the duty of such Entity to resolve such matters within the time period provided for in these Rules.

2. Until the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern are resolved and such resolution is independently verified by an auditor, the Listed Entity shall be subjected to the enforcement procedures as specified in this Rule.

3. In the event the independent auditor's report on the Audited Financial Statements submitted to the Exchange contains a Qualified Audit Opinion and/or emphasis of matter on going concern, the securities of such Listed Entity shall be transferred to the Watch Liston or before the expiry of ten (10) Market Days from the date of submission of such Audited Financial Statements to the Exchange.

4. On submission of such Audited Financial Statements to the Exchange, the Entity shall make an announcement to the Market via

the Exchange regarding the Qualified Audit Opinion and/or emphasis of matter on going concern and such announcement shall contain the following;

a) A Statement that the securities of the Entity will be or has been (as applicable) transferred to the Watch List by the Exchange within ten (10) Market Days from the date of receipt of the Audited Financial Statements of the Entity as it contains a Qualified Audit Opinion and/or emphasis of matter on going concern;

b) The remedial action taken or proposed to be taken by the Entity to resolve the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern; (as applicable)

c) The time period within which such remedial action will be taken by the Entity; and

d) The following additional statements;

i. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the Exchange within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

ii. In the event the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern (as applicable) are resolved and such fact is independently verified by an auditor during the period the securities of the Entity are on the Watch List, it shall be announced to the Market via the CSE forthwith.

5. The announcement specified in Rule 7.5 (d)(ii)(B)(4) above shall be repeated on the first (1st) Market Day of each calendar month thereafter until such time the Entity resolves the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern as aforesaid, during the time period the securities of the Entity are on the Watch List.

6. Unless the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern are resolved earlier in the manner specified in these Rules, the Entity shall notify its shareholders of the following facts at the first General Meeting to be held subsequent to submitting the Audited Financial Statements to the Exchange. The notice to the shareholders shall include the following;

i. A statement that the independent auditor's report on the Audited Financial Statements of the Listed Entity contains a Qualified Audit Opinion and/or emphasis of matter on going concern (as applicable);

ii. The remedial action taken or proposed to be taken by the Entity to resolve the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern.

7. The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately

following the date of such General Meeting. The announcement shall include any decisions made pertaining to such matter.

8. The Directors and the Chief Executive Officer of the entity, their close family members, the parent entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their close family members or the parent entity directly or indirectly hold fifty per centum (50%) or more of the voting rights and Sponsor/s who are shareholders of the Entity shall refrain from exercising their right to transact directly or indirectly in the securities of the Entity whilst such securities are on the Watch List unless, prior approval is obtained from the SEC.

   In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity resolves the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern, whichever occurs earlier.

9. Upon the matters giving rise to the Qualified Audit Opinion and/or emphasis of matter on going concern being resolved and such resolution has been independently verified by an auditor and announced to the Market via the Exchange, the securities of the Listed Entity shall transferred out of the Watch List.

e. Enforcement Procedure for Non-Submission/Delayed Submission of Annual Reports

(i) In respect of Securities in the Main Market Segment *and Debt Securities Listed on the Exchange*

1. Rule 7.5 (e) (i) shall not be applicable to Entities which;

   (i) have its shares listed on the Catalist Board, provided such Entity has complied with Rule 7.5 (a) (ii) of these Rules

   (ii) have listed only Debt Securities on the Exchange provided a fresh rating certificate obtained for the relevant financial year is disclosed to the market in lieu of the applicable requirements for Annual reports pertaining to the relevant Debt Security.

   (iii) have its High Yield Corporate Debt Securities listed on the Exchange, in lieu of the application of Rule 7.12.3 E of these Rules.

2. In the event a Listed Entity fails to submit the Annual Report within the time period set out in Rule 7.5 (a) of these Rules, the Securities of such Listed Entity shall be transferred to the Watch List on or before the expiry of five (05) Market Days from the expiry of said time period.

3. Immediately subsequent to the transfer of Securities of the Listed Entity to the Watch List, the Listed Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

   (i) the remedial action taken or proposed to be taken by the Entity to submit the annual report within a period of three (03) months from the date of transferring the Securities of the Listed Entity to the Watch List; and,

(ii) the following statements;

a. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the CSE within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

b. In the event the Entity fails to implement such remedial action within three (03) months from the date of transferring the

Securities of the Listed Entity to the Watch List, the trading in such Securities of the Listed Entity shall be suspended by the CSE; and,

c. In the event of such trading suspension continuing for a period of twelve (12) months, the securities of the entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

4. In the event the Listed Entity fails to rectify the non-compliance within a period of one (01) month from the date of transferring the Securities of the Listed Entity to the Watch List, the Exchange shall impose penalties on each Director serving on the Board of such Listed Entity as at the date of such non-compliance with due notice to each such Director in the manner specified below:

I. Rupees One Million (Rs. 1,000,000/-) on the expiry of a period of one (01) month from the date of transferring its Securities to the Watch List; and,

II. Rupees Five Hundred Thousand (Rs. 500,000/-) on a monthly basis thereafter, until such time the Listed Entity complies with the said Rule or is delisted in terms of these Rules, whichever comes first, subject to a maximum penalty of Rupees Five Million (Rs. 5,000,000/-).

Such penalty shall be settled to the Exchange by each such Director within a period of seven (7) Market Days from the date of notification of the penalty by the Exchange to the Directors of the Listed Entity.

The Exchange shall upon issuing the notice to the said Directors, simultaneously make an Announcement to the Market of the non-compliance and the enforcement action taken against each Director of the Listed Entity serving on its Board of Directors as at the date of non-compliance.

In the event a Director/s of the Listed Entity fails to settle the penalty within the specified time period, such failure to comply shall be referred to the SEC in terms of Section 65 of the SEC Act.

5. In the event non-compliance is not rectified, the Listed Entity shall notify its shareholders at the first General Meeting of the Entity, to be held subsequent to the Securities being transferred to the Watch List, the details pertaining to the non-compliance with Rule 7.5 (a) of these Rules and inform shareholders of the remedial action taken or proposed to be taken by the Entity, in order to ensure compliance with Rule 7.5 (a) of these Rules. Such notification shall include a statement that a failure

onthe part of the Listed Entity to rectify the non-compliance has resulted or shall result (as applicable) in the suspension of the trading of Securities of the Entity and that continued non-compliance shall result in the securities of the entity being delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

6. The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately following the date of the General Meeting. Such announcement shall include any decisions made pertaining to such matter.

7. The Directors and the Chief Executive Officer of the Entity, their Close Family Members, the parent Entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Entity directly or indirectly hold fifty per centum (50%) or more of the voting rights shall refrain from exercising their rights to transact, directly or indirectly, in the Securities of the Entity whilst such Securities are on the Watch List, unless prior approval is obtained from the SEC.

   In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity complies with Rule 7.5 (a) of these Rules, whichever occurs earlier.

8. The Listed Entity shall rectify the non-compliance within a period of three (03) months from the date of transferring the Securities of the Listed Entity to the Watch List.

9. In the event the Listed Entity fails to rectify the non-compliance within a period of three (03) months from the date of transferring the Securities of the Listed Entity to the Watch List, the Exchange shall:

   i. issue a public reprimand to each Director of the Listed Entity serving on its Board of Directors as at the date of non-compliance and make an Announcement to the Market regarding such public reprimand; and,
   ii. suspend the trading of Securities of the Listed Entity until such time the Entity complies with Rule 7.5 (a) of these Rules.

10. In the event the trading of Securities of the Listed Entity remains suspended for a period in excess of twelve (12) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these rules.

11. The decision of the Board of Directors of the CSE to delist the securities of the Entity made in terms of Rule 11.3 (a) of these rules shall be communicated to the SEC together with the reasons for same;

    Provided however the SEC may grant a further period of time to enable the Listed Entity to comply with Rule 7.5 (a) of these Rules on an application made by such Listed Entity to the SEC within a period of nine (9) months from the date of suspension of the Securities of the Listed Entity.

    In the event the Listed Entity fails to comply with Rule 7.5 (a) of these

Rules within the extended period granted by the SEC, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these rules and such decision shall be communicated to the SEC together with the reasons for same.

In respect of Securities Listed on the Empower Board in the Alternate Market Segment

1. In the event a Listed Entity fails to submit the Annual Report within the time period set out in Rule 7.5 (a) of these Rules, the securities of such Listed Entity shall be transferred to the Watch List on or before the expiry of ten (10) Market Days from the expiry of said time period.

2. Immediately subsequent to the transfer of securities of the Listed Entity to the Watch List, the Listed Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

   (i) the remedial action taken or proposed to be taken by the Entity to submit the annual report within a period of twelve (12) months from the date of transferring the securities of the Listed Entity to the Watch List; and,

   (ii) the following statements;

      a. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the CSE within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

      b. In the event the Entity fails to implement such remedial action within twelve (12) months from the date of transferring the securities of the Listed Entity to the Watch List, the trading in such securities of the Listed Entity shall be suspended by the CSE; and,

      c. In the event of such trading suspension continuing for a period of eighteen (18) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

3. In the event non-compliance is not rectified, the Listed Entity shall notify its shareholders at the first General Meeting of the Entity, to be

   held subsequent to the securities being transferred to the Watch List, the details pertaining to the non-compliance with Rule 7.5 (a) of these Rules and inform shareholders of the remedial action taken or proposed to be taken by the Entity, in order to ensure compliance with Rule 7.5 (a) of these Rules. Such notification shall include a statement that a failure on the part of the Listed Entity to rectify the non-compliance has resulted or shall result (as applicable) in the suspension of the trading of securities of the Entity and that continued non-compliance shall result in the securities of the Entity being delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of the Listing Rules.

4. The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within the Market Day immediately

following the date of the General Meeting. Such announcement shall include any decisions made pertaining to such matter.

5. The Directors and the Chief Executive Officer of the Entity, their Close Family Members, the parent Entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Entity directly or indirectly hold fifty per centum (50%) or more of the voting rights and Sponsor/s who are shareholders of the Entity shall refrain from exercising their rights to transact, directly or indirectly, in the securities of the Entity whilst such securities are on the Watch List, unless prior approval is obtained from the SEC.

   In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity complies with Rule 7.5 (a) of these Rules, whichever occurs earlier.

6. The Listed Entity shall rectify the non-compliance within a period of twelve (12) months from the date of transferring the securities of the Listed Entity to the Watch List.

7. In the event the Listed Entity fails to rectify the non-compliance within a period of twelve (12) months from the date of transferring the securities of the Listed Entity to the Watch List, the Exchange shall suspend the trading of securities of the Listed Entity until such time the Entity complies with Rule 7.5 (a) of these Rules.

8. In the event the trading of securities of the Listed Entity remains suspended for a period in excess of eighteen (18) months, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3(a) of these rules.

9. The decision of the Board of Directors of the CSE to delist the securities of the Entity made in terms of Rule 11.3 (a) of these rules shall be communicated to the SEC together with the reasons for same;

   Provided however the SEC may grant a further period of time to enable the Listed Entity to comply with Rule 7.5 (a) of these Rules on an application made by such Listed Entity to the SEC within a period of fifteen (15) months from the date of suspension of the securities of the Listed Entity.

   In the event the Listed Entity fails to comply with Rule 7.5 (a) of these Rules within the extended period granted by the SEC, the securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these rules and such decision shall be communicated to the SEC together with the reasons for same.

f. The Entity shall give to the Exchange
- two (02) copies of the annual report in printed form; and,
- one (01) annual report in printed form, which bears the original signatures of two (02) Directors and the Independent Auditor of the Listed Entity,

The Entity shall simultaneously upload the annual report to the website of the Exchange, in accordance with the procedure set out by the Exchange for such purpose from time to time.

g. If an Entity prior to circulating the annual report, files copies of financial statements with the Registrar General of Companies in compliance with Section 170 (1) of the Companies Act, the Entity shall also

- submit to the Exchange one (01) set of such financial statements in printed form, which is signed by two (02) Directors and the Independent Auditor of the Listed Entity; and,
- upload the financial statements to the website of the Exchange, in accordance with the procedure set out by the Exchange for such purpose from time to time.

For the purposes of Rule 7.5:

'Close Family Member' shall mean and include the spouse and a child below eighteen (18) years and any of the following persons provided that they are financially dependenton and/or acting in concert with the person under reference:

a) child above 18 years;
b) grandparents;
c) parents;
d) brothers;
e) sisters;
f) grandchildren; and
g) spouse of the persons referred to above

'Acting in Concert' shall have the same meaning as defined in the 'Takeoversand Mergers Code'.

7.6 CONTENTS OF ANNUAL REPORT

A Listed Entity must include in its annual report and accounts, inter alia;

i) Names of persons who during the financial year were directors of the Entity.

ii) Principal activities of the Entity and its subsidiaries during the year and any changes therein.

iii) The names and the number of shares held by the 20 largest holders of voting and non-voting shares denominated in LKR or any Other Class of Shares denominated in Foreign Currency and the percentage of such shares held.

iv) (a) In respect of a Local Entity which has its LKR denominated Shares listed on the Exchange, such Entity shall disclose the float adjusted market capitalization, public holding percentage (%), number of public shareholders and under which option the Listed Entity complies with the Minimum Public Holding requirement, in respect of voting ordinary shares.

The public holding percentage (%) in respect of non- voting ordinary Shares (where applicable).

Provided however, this Rule shall not be applicable to Entities whose Securities are listed on the Empower Board in the Alternate Market Segment.

(b) In respect of a Local Entity which has its Foreign Currency denominated Shares listed on the Exchange, such Entity shall

disclose the public holding percentage (%) and the number of public shareholders.

v) A statement of each director's holding and Chief Executive Officer's holding in each class of shares of the Entity denominated in LKR and in Foreign Currency (as applicable).

vi) Information pertaining to material foreseeable risk factors of the Entity.

vii) Details of material issues pertaining to employees and industrial relations of the Entity.

viii) Extents, locations, valuations and the number of buildings of the Entity's land holdings and investment properties.

ix) Number of shares representing the Entity's stated capital.

x) A distribution schedule of the number of holders in each class of equity securities, and the percentage of their total holdings in the following categories:

No. of Holders	Holdings	Total Holdings %
	1-1000 shares	
	1,001-10,000 shares	
	10,001-100,000 shares	
	100,001-1,000,000 shares	
	Over 1,000,000 shares	

xi) The following ratios and market price information:

EQUITY

1. Dividend per share
2. Dividend pay out
3. Net asset value per share
4. Market value per share
   - highest and lowest values recorded during the financial year
   - value as at the end of financial year

DEBT (only if listed)

1. Interest rate of comparable government security
2. Debt/equity ratio
3. Interest cover
4. Quick asset ratio
5. Debt Service Coverage Ratio (where applicable)
6. The market prices & yield during the year (ex interest)
   - Highest Price
   - Lowest price
   - Last traded price (as at dd/mm/yy)
7. Any changes in credit rating (for the Entity or any other instrument issued by the Entity), if applicable.

xii) Significant changes in the Entity's or its subsidiaries' fixed assets and the market value of land, if the value differs substantially from the book value;

xiii) If during the financial year the Entity has raised funds through an Initial Public Offering and/or a further issue of Securities (as applicable);

a. the manner in which the funds of such issue/s have been utilized in conformity with the format provided by the Exchange from time to time;
b. if any shares or debentures have been issued, the number, class and consideration received and the reason for the issue; and,
c. any material change in the use of funds raised through an issue of Securities.

In the event the funds raised through the Initial Public Offering and/or the further issue of Securities (as applicable) have been fully utilized by the Listed Entity as disclosed in the Prospectus and/or Circular to shareholders between two financial periods, the Entity shall disclose such fact in the immediate succeeding Annual Report or the Interim Financial Statement, whichever is published first.

xiv) a. employee share option schemes

The following information shall be disclosed in the Annual Report of the Listed Entity in respect of each ESOS:

- The number of options granted to each category of Employees during the financial year.
- Total number of options vested but not exercised by each category of Employees during the financial year.
- Total number of options exercised by each category of Employees and the total number of shares arising therefrom during the financial year.
- Options cancelled during the financial year and the reasons for such cancellation.
- The exercise price.
- A Declaration by the directors of the Entity confirming that the Entity or any of its subsidiaries has not, directly or indirectly, provided funds for the ESOS.

b. Employee share purchase schemes

The following information shall be disclosed in the Annual Report of the Listed Entity in respect of each ESPS:

- The total number of shares issued under the ESPS during the financial year.
- The number of shares issued to each category of Employees during the financial year.
- The price at which the shares were issued to

the Employees.

- A Declaration by the directors of the Entity confirming that the Entity or any of its subsidiaries has not, directly or indirectly, provided funds for the ESPS.

xv) Disclosures pertaining to Corporate Governance practices in terms of Section 9 of the Rules.

xvi) Related Party transactions exceeding 10% of the Equity or 5% of the total assets of the Entity as per Audited Financial Statements, whichever is lower.

Details of investments in a Related Party and/or amounts due from a Related Party to be set out separately.

The details shall include, as a minimum:

i. The date of the transaction;
ii. The name of the Related Party;
iii. The relationship between the Entity and the Related Party;
iv. The amount of the transaction and terms of the transaction;
v. The rationale for entering into the transaction.

For the purpose of Rule 7.6 (xvi):

'Equity' shall mean net assets of the Listed Entity excluding Preference Shares issued by the Entity;

'Related Party' shall have the same meaning as defined in Sri Lanka Accounting Standard 30 (Revised 2005) - Related Party Disclosures.

xvii) In the event a Listed Entity has its Foreign Currency denominated Securities listed on the Exchange, the Entity shall additionally disclose the following in its Annual Report:

a. The Trading Currency of such Securities

b. A detailed description of the utilization of the proceeds held in the SFCA of the Entity for any capital transaction/s outside Sri Lanka, including the amount of proceeds utilized, as a percentage (%) of the total proceeds credited to the SFCA of the Entity pursuant to the Initial Public Offering.

c. A Statement of compliance by the Listed Entity vis-à-vis the Applicable Foreign Exchange Regulations including but not limited to the following:

i) Maintenance of foreign exchange earnings at a minimum level of fifty per centum (50%) of its total annual revenue which is equivalent to a minimum of USD 5 Mn (5,000,000) or a negative statement;

ii) The amount of proceeds held in the SFCA, which have been utilized by the Entity for any capital transactions outside Sri Lanka;

iii) Repatriation of income of the investments made through the SFCA into Sri Lanka; and,

iv) The amount of capital gains of the proceeds utilized for any capital transactions outside Sri Lanka.

d. A status update on the residual of the proceeds which are not utilized for capital transactions outside Sri Lanka.

e. The extent to which the Financial Statements of the Entity are in compliance with the International Financial Reporting Standards (IFRS) and in the event of a deviation from IFRS, the details/impact of such deviation to the Financial Statements.

xviii) In the event a Listed Entity has listed Sustainable Bonds on the Exchange, such Entity shall additionally disclose the following;

a. The list of Sustainable Projects/s to which proceeds of the Sustainable Bonds have been allocated to/invested in, including a brief description of such project/s and the amounts disbursed.

b. Any updates in relation to the disclosures made in the documentation on Sustainable Bonds from the date of listing.

c. Qualitative performance indicators in line with the International Sustainable Bond Standards and where feasible, quantitative performance measures of the environmental impact of the Sustainable Project/s. In the event the quantitative benefits/impact cannot be ascertained, the said fact may be appropriately disclosed along with the reasons for non-ascertainment of the benefits/impact on the environment.

d. Methods and the key underlying assumptions used in preparation of the performance indicators and metrics.

e. An update on eligibility, allocation, and the impact of outstanding Sustainable Bond/s, including, at a minimum, the details set out below:

(i) An eligibility update which shall confirm the characteristics or performance of Sustainable Projects that support their eligibility to be associated with the Sustainable Bond. Such confirmation shall contain the following;

- A statement on the objectives of the Sustainable Bond
- A confirmation that the Sustainable Bond remains aligned with the selected International Sustainable Bonds Standard/s
- Any updates in relation to the disclosures made in the documentation on Sustainable Bonds from the date of listing.
- A confirmation that the Sustainable Projects continue to satisfy the eligibility requirements identified in the selected International Sustainable Bonds Standard/s, and;
- Information on the environmental characteristics or performance of Sustainable Projects that are relevant to the eligibility requirements.

(ii) An Allocation Update which shall, at a minimum, confirm the allocation of the Sustainable Bond proceeds to Sustainable Projects. Such update shall contain the following;

- The list of Sustainable Project/s to which proceeds of the

Sustainable Bond/s have been allocated, re-allocated, or invested, including a brief description of such project/s and the amounts disbursed.

- An estimate of the share of the Sustainable Bond proceeds used for financing and refinancing, which Sustainable Projects have been refinanced; and,
- The approximate geographical distribution of the Sustainable Projects within and outside of Sri Lanka.

(iii) An Impact Update which shall, at a minimum, describe impact metrics or indicators that reflect the expected and actual impact of Sustainable Projects. Such update shall contain the following:

- The expected and actual outcomes/impacts of the Sustainable Projects with respect to the objectives of the Sustainable Bond.
- Qualitative performance indicators in conformity with the selected International Sustainable Bond Standard/s and, where feasible, quantitative performance measures of the environmental outcomes or impact of the Sustainable Project/s. In the event the quantitative benefits/impact cannot be ascertained, the said fact may be appropriately disclosed along with the reasons for non-ascertainment of the benefits/impact on the environment
- Methods and the key underlying assumptions used in preparation of the performance indicators and metrics.

xix) The following details, if the Entity has listed any Perpetual Debt Securities on the Exchange;

a) Breach of any terms/conditions by the Entity in relation to other Debt Securities listed on the Exchange.
b) Any default or delays on interest and/or principal payments in respect of loans obtained by such Entity, not paid within 30 days.

xx) An Entity which has listed its Infrastructure Bonds on the Exchange, shall additionally disclose

i. the details of the Infrastructure Projects/s to which the proceeds of the Infrastructure Bonds have been allocated to/invested in, including the amounts disbursed.
ii. Any updates in relation to the disclosures made in the prospectus.

xxi) In the event an Entity has listed Shariah Compliant Debt Securities on the Exchange, such Entity shall additionally disclose the following;

a) Information relating to the three (3) Shariah Scholars, including their names, qualifications, experience, fitness and propriety and any conflicts of interest with the applicant Entity, and;

b) A declaration by the Entity confirming that the three (3) Shariah Scholars adhere to the Guidelines applicable for a Shariah Scholar issued by the SECand published on the SEC website.

xxii) The following details, if the Entity has listed any High Yield Corporate Debt Securities on the Exchange;

a) Breach of any terms/conditions by the Entity in relation to High Yield Corporate Debt Securities listed on the Exchange.

b) Any default or delays on interest and/or principal payments in respect of loans obtained by such Entity, not paid within 30 days

c) Any default or delays in interest and/or principal payments in respect of the High yield corporate Debt Security.

7.7 SECURITIES CERTIFICATES

Listed Entities shall issue Definitive Certificates in respect of Securities which are listed in the Exchange, printed in letter press or off-set in 8"x10 1/2" two tone (colour), preferably rainbow, sensitized 95 gsm security printing paper with a visible water mark and an invisible print and a border unique to each Entity.

7.8 DISCLOSURES OF DEALINGS BY DIRECTORS AND CHIEF EXECUTIVE OFFICERS (CEOS)

a. An Entity shall make an announcement to the Exchange pertaining to the Relevant Interest in shares and Other Class of Shares held by its directors and CEO on the Date of Listing shares of the Entity on the Exchange. In the event the directors or CEO have no Relevant Interest, such Entity shall make an announcement to the Exchange of that fact on the Date of Listing shares on the Exchange.

b. A Listed Entity shall make an announcement to the Exchange pertaining to the Relevant Interest in shares and Other Class of Shares held by its directors and CEO, within a period of two (02) Market Days immediately following the appointment or cessation of office of a director or CEO. In the event such director or CEO has no Relevant Interest, such Entity shall make an announcement to the Exchange of that fact within the said period.

The time period of two (02) Market Days shall be calculated excluding the relevant date the event occurred.

c. In the event a director or CEO of a Listed Entity makes an acquisition, disposal, borrowing or lending of a Relevant Interest in shares or Other Class of Shares issued by the Listed Entity, such Listed Entity shall make an announcement to the Exchange within a period of five (05) Market Days immediately upon such acquisition, disposal, borrowing or lending.

The announcement shall include;

(i) the date on which such shares or Other Class of Shares were acquired, disposed, borrowed or lent;

(ii) the date on which such acquisition, disposal, borrowing or

lending was notified to the Board of Directors of the Listed Entity in terms of Section 200 of the Companies Act;

(iii) the disclosures specified in Section 200 of the Companies Act.

The time period of five (05) Market Days shall be calculated excluding the relevant date the event occurred.

d. A director or CEO of a Listed Entity shall be deemed to have a Relevant Interest in shares or Other Class of Shares where a Close Family Member of the director or CEO (not being himself a director or CEO of the Listed Entity), as the case may be, directly or indirectly holds the said shares or Other Class of Shares issued by the Listed Entity.

e. The Listed Entities shall implement a procedure to ensure that the directors and the CEOs of the Entities make the aforesaid disclosures in a timely manner in order to enable the Entities to comply with these Rules.

f. In the event a Listed Entity fails to disclose dealings by its directors in terms of Rule 7.8 (c) above, the Exchange shall impose the following administrative sanctions and/or disciplinary actions on the Board of Directors/Director concerned with due notice to such Director in the manner specified below:

i. Issuance of a letter of warning to the Board of Directors in the first instance of non-disclosure;

ii. A Penalty of Rupees Two Hundred Fifty Thousand (Rs. 250,000/-) for the second occurrence of non-disclosure pertaining to the acquisition, disposition, borrowing or lending of relevant interests in shares or other classes of shares executed by a Director on a particular Market Day, upon the expiry of six (6) Market Days from the date of such transaction; and,

iii. A Penalty of Rupees Five Hundred Thousand (Rs. 500,000/-) per occurrence for any further occurrences of non-disclosure pertaining to an acquisition, disposition, borrowing or lending of relevant interests in shares or other classes of shares executed by a Director on a particular Market Day, upon the expiry of six (6) Market Days from the date of such transaction.

The Exchange shall further make an Announcement to the Market of the non- disclosure and the enforcement action taken against such Director of the Listed Entity.

The Penalty shall be settled to the Exchange by such Director within a period of Seven (7) Market Days from the date of notification of the Penalty by the Exchange to the Director.

In the event such Director fails to settle the Penalty within the specified time period, such failure to comply shall be referred to the SEC in terms of Section65 of the SEC Act.

For the purposes of Rule 7.8:

'Date of Listing' shall mean the first date on which the shares of the Entity are allowed to be traded on the Exchange.

'Close Family Member' shall mean and include the spouse and a child below eighteen (18) years and any of the following persons, provided such persons are financially dependent and/or Acting in Concert with the director or CEO of the Listed Entity:

a) child above 18 years;
b) grandparents;
c) parents;
d) brothers;
e) sisters;
f) grandchildren; and
g) spouse of the persons referred to in (c), (d), (e) and (f) above

'Relevant Interest' shall mean the same as section 198 of the Companies Act. Provided however that the directors and CEO shall make disclosures in

terms of this Rule irrespective of the percentage of shares or Other Class of Shares required to be disclosed by the directors and CEO.

'Acting in Concert' shall have the same meaning as defined in the Take Overs and Mergers Code.

7.9 LOSS OF CERTIFICATES

The entities shall inform the CDS as and when a report is lodged with the Entity on any loss of certificates or when the Entity discovers a forgery in a certificate of the Entity.

7.10 RE- PURCHASE / REDEMPTIONS / MINORITY BUYOUTS

7.10.1 RE- PURCHASE OF SHARES

A Listed Entity may re-purchase its own shares as set out in the Companies Act and in compliance with the following procedure:

a. The Entity should be authorized by its Articles to re-purchase its shares.

b. An offer to re-purchase shares shall be, in the first instance, on a pro-rata basis applicable to all shareholders.

c. Where a shareholder does not accept the offer or accepts the offer only in part, the Entity is permitted to re-purchase additional shares from any shareholder. In the event the number of such additional shares exceeds the maximum number of shares that the entity is willing to re-purchase, the number of additional shares shall be reduced on a pro- rata basis.

d. In the first instance, the Entity is required to make an announcement to the Exchange of the decision of the Board to re- purchase shares, immediately upon such decision being made. The announcement shall include -

(i) The maximum number of shares to be re-purchased.
(ii) The price per share at which the re-purchases is to be carried out.
(iii) The proposed date of commencement and closing of the offer tore-purchase.
(iv) A certified extract of the relevant Article which authorizes the Entity to re-purchase its shares.

e. (i) The circular to shareholders shall include:

1. the price at which the shares are to be purchased,
2. the maximum number of shares to be re-purchased,
3. opening and closing dates of the offer with clear instructions as to the procedure for acceptance, and;
4. the date of payment with a Form for Acceptance attached to the circular.

(ii) At the close of the offer period the Entity shall make the payment due on the shares in respect of all Acceptances received up to the date of closing, within ten (10) Market Days from the date of closing the offer (excluding the date of closing the offer).

(iii) Acceptees/Offerees shall be entitled to interest (as defined)on payments not made within this period.

f. Upon payments being made the Entity shall file a declaration with the Exchange confirming the following and make a request to the Exchange to cancel the shares:

(i) number of shares re-purchased.
(ii) number of shares in issue and Stated Capital of the Entity subsequent to the re-purchase.
(iii) the CDS account to which the shares were re-purchased (for the purpose of cancelling the shares)

The Exchange shall make an announcement in the market.

7.10.2 REDEMPTION OF SHARES

a. An Entity may redeem its shares where the terms of issue specified such redemption as set out in the Companies Act.

b. The Entity shall, immediately upon an occurrence which requires redemption of shares, make an announcement to the Exchange. Such announcement shall include:

(i) Total number of shares to be redeemed.
(ii) Number of shares in issue and Stated Capital of the Entity subsequent to the redemption of shares.
(iii) Consideration to be paid.
(iv) Circumstances under which the redemption is to be carried out.

c. Upon payments being made in respect of the shares redeemed, the Entity shall make an immediate disclosure to the Exchange on the following and make a request to the Exchange to cancel the shares:

(i) Total number of shares redeemed.

(ii) Number of shares in issue and Stated Capital of the Entity subsequent to the redemption of shares.

(iii) Consideration paid and a confirmation to the effect that such consideration has been duly dispatched.

The Exchange shall make an announcement in the market.

7.10.3 MINORITY BUYOUTS

In the event of a purchase of shares under Sections 93 and 100 of the Companies Act, an Entity shall, immediately upon an occurrence which requires the Entity to buy-out shares, make an announcement to the Exchange. Such announcement shall include the total number of shares to be purchased, the name/s of the persons from whom the shares will be purchased, the name/s of the person/s who will purchase the shares (if applicable) and the circumstances under which the shares have to be purchased.

The Entity shall disclose to the Exchange immediately upon the completion of such purchase of shares, the total number of shares purchased, the name/s of the persons from whom the shares were purchased, the name/s of the person/s who purchased the shares (if applicable) and the circumstances under which the shares had to be purchased.

In the event such shares are purchased by the Entity, upon payments being made the Entity shall file a declaration with the Exchange confirming the following and make a request to the Exchange to cancel the shares:

(i) number of shares purchased.
(ii) number of shares in issue and Stated Capital of the Entity subsequent to the minority buyout.
(iii) the CDS account to which the shares were purchased (for the purpose of cancelling the shares).

The Exchange shall make an announcement in the market.

7.11 ADDITIONAL CONTINOUS LISTING REQUIREMENTS IN RESPECTOF SECURITIES

7.11.1 In respect of Foreign Currency denominated Securities listed on the Exchange

i) The Local Entity shall, on a continuous basis, maintain its foreign exchange earnings at a minimum level of fifty per centum (50%) of its annual total revenue, which is equivalent to a minimum of USD 5 Mn

(5,000,000).

ii) In the event the Local Entity fails to comply with Rule 7.11 (i) above, the Foreign Currency denominated Securities of such Entity shall be transferred to the Watch List on or before the expiry of five (5) Market Days from the date of non-compliance.

Immediately subsequent to the transfer of the Foreign Currency denominated Securities of the Listed Entity to the Watch List, the Listed Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

a. the remedial action taken or proposed to be taken by the Entity to rectify the non-compliance within a period of six (6) months from the date of transferring the Foreign Currency denominated Securities of the Entity to the Watch List; and,

b. a statement that the Entity is non-compliant with the Applicable Foreign Exchange Regulations, as defined in the Listing Rules.

iii) The Directors and the Chief Executive Officer of the Entity, their Close Family Members, the parent Entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Entity directly or indirectly hold fifty per centum (50%) or more of the voting rights shall refrain from exercising their rights to transact, directly or indirectly, in the Securities of the Entity whilst such Securities are on the Watch List, unless prior approval is obtained from the SEC.

In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity complies with Rule 7.11 (i) of these Rules, whichever occurs earlier.

iv) The Listed Entity shall rectify the non-compliance within a period of six (6) months from the date of transferring the Foreign Currency denominated Securities of the Entity to the Watch List.

v) In the event the Listed Entity fails to rectify the non-compliance within a period of six (6) months from the date of transferring the Foreign Currency denominated Securities of the Entity to the Watch List, trading in such Securities of the Entity shall be suspended by the Exchange.

vi) Upon rectification of the non-compliance by the Listed Entity, such fact shall be announced to the Market in the form of a declaration by the Board of Directors of the Listed Entity stating the percentage of revenue maintained as foreign exchange earnings and that the Entity is in compliance with the Applicable Foreign Exchange Regulations.

The Foreign Currency denominated Securities of the Listed Entity shall be transferred out of the Watch List no sooner the Board of Director of the

Entity confirms compliance with the Applicable Foreign Exchange Regulations as set out above.

vii) In the event the trading of Foreign Currency denominated Securities of

the Entity remains suspended for a period of six (6) months, the Foreign Currency denominated Securities of the Entity shall be delisted by Board of Directors of the CSE in terms of Rule 11.3 (a) of these Rules.

7.11.2 In respect of Entities Listed on the Catalist Board

(i) A Listed Entity which has its shares listed on the Catalist Board shall, within a period of five (05) years from the date of listing its shares on such Board, ensure that such shares are to transferred either to the Main Board or Diri Savi Board (as applicable) in the Main Market Segment of the Exchange as required in terms of Rule 2.1.2 (A) (v) of these Rules.

(ii) In the event a Listed Entity fails to transfer its shares from the Catalist Board to the Main Board or Diri Savi Board (as applicable) within the time period set out in Rule 7.11.2 (i) above, its shares shall be transferred to the Watch List within five (05) Market Days from the expiry of the said time period.

(iii) Immediately subsequent to the transfer of shares of the Listed Entity to the Watch List, the Listed Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

(a) the remedial action taken or proposed to be taken by the Entity to comply with Rule 7.11.2 (i) above; and,

(b) the following statements;

I. In the event of any deviation from the proposed remedial action, the extent of the deviation shall be communicated to the investors by way of a subsequent announcement to the Market via the CSE within one (01) Market Day from the date of obtaining the approval of the Board of Directors of the Entity for such deviation;

II. In the event the Entity fails to implement such remedial action within six (06) months from the date of transferring the shares of the Listed Entity to the Watch List, the trading in such shares of the Listed Entity shall be suspended by the Exchange; and,

III. In the event of such trading suspension continuing for a period of six (06) months, the shares of the Listed Entity shall be delisted by the Board of Directors of the Exchange in terms of Rule 11.3 (a) of the Listing Rules.

(iv) In the event the non-compliance is not rectified, the Listed Entity shall notify its shareholders at the first General Meeting of the Entity, to be held subsequent to the shares being transferred to the Watch List, the details pertaining to the non-compliance with Rule 7.11.2 (i) of these Rules and inform shareholders of the remedial action taken or proposed to be taken by the Entity, in order to ensure compliance with Rule 7.11.2 (i) of these Rules. Such notification shall include a statement that a failure on the part

of the Listed Entity to rectify the non-compliance has resulted or shall result (as applicable) in the suspension of the trading of shares of the Entity and that continued non-compliance shall result in the shares of the Entity being delisted by the Board of Directors of the Exchange in terms of Rule 11.3 (a)of the Listing Rules.

(v) The Listed Entity shall make an announcement to the Market via the Exchange regarding the outcome of the above matter taken up at the General Meeting of the Entity within a Market Day immediately following the date of the General Meeting. Such announcement shall include any decisions made pertaining to such matter.

(vi) The Directors and the Chief Executive Officer of the Entity, their Close Family Members, the parent Entity of the Listed Entity and any entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Entity directly or indirectly hold fifty per centum (50%) or more of the voting rights shall refrain from exercising their rights to transact, directly or indirectly, in the shares of the Entity whilst such shares are on the Watch List, unless prior approval is obtained from the SEC.

In the event any of the persons mentioned above resign from the position held in the Listed Entity, the restriction imposed above shall continue for a period of three (03) months from the date of resignation or until the Listed Entity complies with Rule 7.11.2 (i) of these Rules, whichever occurs earlier.

(vii) The Listed Entity shall rectify the non-compliance within a period of six (06) months from the date of transferring the shares of the Entity to the Watch List.

(viii) In the event the Listed Entity fails to rectify the non-compliance within a period of six (06) months from the date of transferring the shares of the Listed Entity to the Watch List, the Exchange shall suspend the trading of shares of the Entity until such time the Entity complies with Rule 7.11.2 (i) of these Rules.

Provided however, the Listed Entity may make an application to the Exchange for a deferment from suspension under this Rule (hereinafter referred to as the 'first deferment'), prior to the expiry of three (03) months from the date of its shares being transferred to the Watch List. The Exchange shall consider such application and either approve or reject such application.

Provided further, the Listed Entity may make an application for a further deferment or an extension of the first deferment from suspension of trading of shares of the Entity, which shall be granted or rejected by the SEC. Such application shall be made by the Listed Entity to the Exchange under this Rule, two (02) months prior to the expiry of the first deferment. The Exchange shall communicate, in writing, the decision of the SEC to the Listed Entity.

The Exchange shall not suspend the trading of the shares of the Entity whilst such applications are pending before the Exchange or the SEC (as applicable).

An Entity which has been granted a further deferment or an extension of time shall immediately upon being granted the same, make a Market Announcement to such effect together with the time period for which such deferment/extension was granted.

(ix) In the event the trading of shares of the Listed Entity remains suspended for a period in excess of six (06) months, the shares of the Entity shall be delisted by the Board of Directors of the Exchange in terms of Rule 11.3 (a) of these Rules.

Provided however, the Listed Entity may make an application for a deferment from delisting the shares of the Entity, which shall be granted or rejected by the SEC. Such application shall be made by the Listed Entity to the Exchange, prior to the expiry of three (03) months from the date of suspension. The Exchange shall, communicate, in writing, the decision of the SEC to the Listed Entity.

The Exchange shall not delist the shares of such Entity whilst such application is pending before the SEC.

An Entity which has been granted a deferment of time shall immediately upon being granted the same, make a Market Announcement to such effect together with the time period for which such deferment was granted.

(x) The decision of the Board of Directors of the Exchange to delist the shares of the Entity made in terms of Rule 11.3 (a) of these Rules shall be communicated to the SEC together with the reasons for same.

7.12 ADDITIONAL RULES APPLICABLE IN RESPECT OF DEBT SECURITIES

7.12.1 Coupon Payments in Relation to Debt Securities

The Listed Entity shall pay coupon payments to its Debt Securities holders in the manner set out in the prospectus or introductory documents (as applicable) issued by the said Entity in relation to the Debt Securities.

7.12.2 RATINGS / REVISIONS IN RATINGS ASSIGNED TO DEBT SECURITIES

a) A Listed Entity shall maintain, at all times, a rating for its Debt Securities listed on the Exchange.

b) A Listed Entity shall immediately disclose to the Exchange;
   i. a change in the rating agency; and/or
   ii. any revision of the rating assigned to the Debt Securities listed on the Exchange.

c) Non-Compliance with Rule 7.12.2 (b)(ii)

   (i) In the event the Listed Entity fails to immediately disclose any revisions to the credit rating assigned to its Debt Securities listed on the Exchange in terms of Rule 7.12.2(b)(ii) above, each Director serving on the Board of such Listed Entity as at the date of such non-compliance

   (ii) shall be granted an opportunity to provide reasons for such non-compliance.

(iii)

(iv) Such reasons/explanation provided by each Director in terms of the Rule above, shall be referred to the Board of Directors of the Exchange for a determination.

(v) In the event the Board of Directors of the Exchange determines that the Listed Entity is non-compliant with Rule 7.12.2(b)(ii) of these Rules, the Exchange shall impose a penalty on each Director of such Listed Entity, amounting to not less than Rupees One Million (Rs.1,000,000) and not more than Rupees Five Million (Rs. 5,000,000/-).

(vi) Such penalty shall be settled.to the Exchange by each such Director within seven (7) Market Days from the date of notification of the penalty by the Exchange to the Directors of the Listed Entity.

(vii) The Exchange shall upon issuing the notice to the said Directors, simultaneously make an Announcement to the Market of the non-compliance and the enforcement action taken against each Director of the Listed Entity.

(viii) In the event a Director of the Listed Entity fails to settle the penalty within the specified time period, such failure to comply shall be referred to the SEC in terms of Section 65 of the SEC Act.

d) Non-compliance with Rule 7.12.2 (a)

In the event the rating assigned to the Debt Securities listed on the Exchange falls below the Investment Grade rating, such Debt Securities shall be transferred to the Watch List on or before the expiry of five (05) Market Days from the date of the immediate announcement to the Market via the Exchange, in terms of Rule 7.12.2 (b) (ii) above.

The Debt Securities of the Listed Entity shall be transferred out of the Watch List, no sooner the rating assigned to such Debt Securities is revised to reflect an Investment Grade rating and such fact is announced to the Market via the Exchange, in terms of Rule 7.12.2
(b) (ii) above.

e) Rules 7.12.2 (c) and (d) set out above, shall not be applicable to Entities which have its High Yield Corporate Debt Securities listed on the Exchange.

7.12.3 NON-PAYMENT OF PRINCIPAL AND INTEREST IN DEBT SECURITIES

In the event of a default by the Listed Entity in the payment of the principal and/or interest in Debt Securities to the Debt Securities Holders on the due date, the trading of such Debt Securities of the Listed Entity shall be suspended by the Exchange until the payment of the principal and/or interest by the Listed Entity with a confirmation to the Exchange.

7.12.4 OTHER RULES APPLICABLE TO DEBT SECURITIES

A. SUSTAINABLE BONDS

(I) A Listed Entity that has listed Sustainable Bonds on the Exchange shall submit to the Exchange the following documents/information signed by two
(02) Directors of such Entity for dissemination to the Market**:**

a. Report on the utilization of the proceeds of the Sustainable Bond
A Listed Entity shall submit a report on the utilization of the proceeds of the Sustainable Bond as per the tracking done by the Listed Entity using the internal process as disclosed in the Prospectus/Introductory document

i. on a quarterly basis along with the quarterly financial statements of the Listed Entity; and,

ii. within twelve (12) months from the date of issuance of such Sustainable Bond and thereafter on an annual basis along with the Annual Report of such Entity,

until the proceeds allocated to the Sustainable Project/s are fully utilized.

b. The Independent Assurance Statement prepared and signed by the Independent External Verifier relating to;

i. The alignment of the Sustainable Bonds with selected Sustainable Bond standard; and,
ii. verifying the utilization of the proceeds,

which shall be submitted to the Exchange along with the Annual Report of such Entity.

c. The following confirmations to be submitted along with the Annual Report of the Listed Entity until the proceeds allocated to the Sustainable Project/s are fully utilized:

i. that the Independent External Verifier is and has remained independent; and,
ii. that the Listed Entity alignment with the selected International Sustainable Bond Standards on an ongoing basis has been verified by the Independent External Verifier.

(II) Enforcement Procedure for Non-Compliance with Sustainable Bond Standard/s and Reporting Requirements

a. In the event a Listed Entity fails to comply with the:

(i) additional annual and/or quarterly reporting requirements in terms of Rule 7.12.3 (A) (I) (a); and/or,
(ii) requirement to submit confirmations of alignment with selected International Sustainable Bond Standard/s in terms of Rule 7.12.3 (A) (I) (c) (ii) above,

such Entity shall make an immediate Market Announcement on such non- compliance and the proposed rectification plan to be adopted by the Entity to ensure compliance with the relevant Listing Rule/s.
The Market Announcement specified above together with a status update on the rectification plan, shall be repeated on the first (1st) Market Day of each calendar month thereafter, until such time the Entity rectifies the non-compliance.

b. The Listed Entity shall rectify the non-compliance concerned within a period of six (06) months from the date of the Market Announcement referred to in Rule 7.12.3 (A) (II) (a) above.

c. In the event the Listed Entity fails to rectify the non-compliance within a period of six (06) months from the date of the Market Announcement referred to in Rule 7.12.3 (A) (II) (a) above, the Listed Entity shall:

i. convene a meeting of its Sustainable Bond Holders within thirty (30) days from the expiry of the said six (06) months period,
7.12.3 notify such Bond Holders of details pertaining to the non-compliance and the remedial action taken in order to ensure compliance. Such notification shall include a statement that a failure on the part of the Listed Entity to rectify the non- compliance shall result in the Exchange ceasing to recognize such Debt Securities of the Listed Entity as Sustainable Bonds within a period of two (02) months from the date of the Market Announcement referred in (A)(II) (e) below, and;
ii. seek the approval of the Sustainable Bond Holders for the proposed course of action to be taken by the Listed Entity.

d. In the event of any Sustainable Bond Holders dissenting to the resolution/s passed at the meeting of the Sustainable Bond Holders referred to in Rule 7.12.3 (A) (II) (c) (iii) above, the Listed Entity shall pay the maturity proceeds relating to the Sustainable Bonds held by such dissenting Sustainable Bond Holders within seven (07) Market Days from the meeting of the Sustainable Bond Holders.

e. The Listed Entity shall make an Immediate Market Announcement setting out the outcome of the meeting of the Sustainable Bond Holders convened by the Entity by the Market Day immediately following the date of the meeting of the Sustainable Bond Holders. Such announcement shall include any decisions/modifications made pertaining to the Sustainable Bonds and/or its terms of issue (as applicable), and information relating to the dissenting Sustainable Bond Holders (if any).

f. The Exchange shall cease to recognize such Debt Securities of the Listed Entity as Sustainable Bonds within a period of two (02) months from the date of the Market Announcement referred to in Rule 7.12.3 (A) (II) (e) above, where applicable.

B. Enforcement Action on Listed Entities in Relation to Perpetual Debt Securities

(I) Transfer to the Watch List

a. The Perpetual Debt Securities of a Listed Entity shall be transferred to the Watch List on or before the expiry of five (05) Market Days from the date of the immediate announcement to the Market via the Exchange in terms of Appendix 8A of these Rules, in the instances set out below:

(i) Where the Entity has defaulted on interest and/or principal payments in respect of loans obtained by such Entity not paid within30 days.

(ii) Where the Entity has breached any term or condition relating to other Debt Securities issued by such Entity.

Provided however, this Rule shall not be applicable in respect of non- payment of interest by a Listed Entity issuing Perpetual Debt Securities amounting to BASEL III Compliant Debt Securities.

b. Such Perpetual Debt Securities referred to in Rule 7.12.3 B (I)(a) above, shall be transferred out of the Watch List, no sooner the relevant non-compliance is rectified by the Entity.

(II) Suspension of Trading and Delisting of Perpetual Debt Securities

a. In the event the Listed Entity fails to make coupon payments to its Perpetual Debt Securities holders in accordance with Rule 7.12.1 above, the Exchange shall immediately suspend the trading of the Perpetual Debt Securities of such Listed Entity.

This Rule shall not be applicable in respect of Perpetual Debt Securities which amount to BASEL III Compliant Debt Securities.

b. Immediately subsequent to the suspension of such Securities of the Listed Entity, the Entity shall make an announcement to the Market via the Exchange and such announcement shall include:

i. The remedial action proposed to be taken by the Entity to rectify the failure to make coupon payments to its Perpetual Debt Securities holders within a period of (06) months from the date of suspension of such Securities; and

ii. The following statement:

"In the event the Entity fails to implement such remedial action within (06) months from the date of suspending the Perpetual Debt Securities of the Entity, such Securities shall be delisted by the Board of Directors of the CSE in

accordance with Rule 11.3(a) of the Listing Rules."

c. In the event the trading of Perpetual Debt Securities of the Listed Entity remains suspended for a period in excess of six (06) months, such Securities shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3 (a) of these Rules.

d. The decision of the Board of Directors of the CSE to delist the Securities of the Entity made in terms of Rule 11.3(a) of these Rules shall be communicated to the SEC together with the reasons for same.

Provided that the Listed Entity may make an application to the Exchange for a deferment from de-listing in terms of this Rule within a period of three (03) months from the date of suspension. The Exchange shall in consultation with the SEC, consider such application and either approve or reject such application.

In the event, the Listed Entity fails to comply with Rule 7.12.1 of these Rules within the extended time period granted by the SEC, the Perpetual Debt Securities of the Entity shall be delisted by the Board of Directors of the CSE in terms of Rule 11.3(a) of these Rules and such decision shall be communicated to the SEC together with the reasons for same.

C. Infrastructure Bonds

(I) A Listed Entity that has listed Infrastructure Bonds on the Exchange shall submit a report on the utilization of the proceeds of the Infrastructure Bond signed by two (02) Directors of such Entity for dissemination to the Market confirming that;

a. the funds have been utilized for the identified Infrastructure Project disclosed in the Prospectus/introductory document
b. the current status of the Infrastructure project, and
c. the validity of all requisite approvals (where applicable), from the relevant authorities for the Infrastructure Project

Such report shall be submitted and made available for dissemination to the Market;

i. on a quarterly basis along with the quarterly financial statements of the Listed Entity; and,
ii. within twelve (12) months from the date of the issuance of such Infrastructure Bond and thereafter on an annual basis along with the Annual report of such Entity,

until the proceeds allocated to the Infrastructure Project is fully utilized.

(II) Enforcement Procedure for Non-Compliance with Rules relating to Infrastructure Bonds

a) In the event a Listed Entity fails to comply with the additional annual and/or quarterly reporting requirements set out in Rule 7.12.3 (C) (I), such Entity shall make an immediate Market Announcement on such non-compliance and the proposed rectification plan to be adopted by the Entity to ensure compliance

with the relevant Listing Rule.

The Market Announcement specified above together with a status update on the rectification plan, shall be repeated on the first (1st) Market Day of each calendar month thereafter, until such time the Entity rectifies the non-compliance.

b) The Listed Entity shall rectify the non-compliance concerned within a period of six (06) months from the date of the Market Announcement referred to in Rule 7.12.3 (C)(II) (a) above.

c) In the event the Listed Entity fails to rectify the non-compliance within a period of six (06) months from the date of the Market Announcement referred to in Rule 7.12.3 (C) (II) (a) above, the Listed Entity shall:

i. convene a meeting of its Infrastructure Bond Holders within thirty (30) days from the expiry of the said six (06) months period,

ii. notify such Bond Holders of details pertaining to the non-compliance and the remedial action taken to ensure compliance.

Such notification shall include a statement that a failure on the part of the Listed Entity to rectify the non-compliance shall result in the Exchange ceasing to recognize such Debt Securities of the Listed Entity as Infrastructure Bonds in terms of Rule 7.12.3 (C) (II) (f) below, within a period of two (02) months from the date of the Market Announcement specified in Rule 7.12.3 (C) (II) (e); and;

iii. seek the approval of the Infrastructure Bond Holders for the proposed course of action to be taken by the Listed Entity.

d) In the event of any Infrastructure Bond Holders dissenting to the resolution/s passed at the meeting of the Infrastructure Bond Holders referred to in Rule 7.12.3 (C) (II) (b) (iii) above, the Listed Entity shall pay the maturity proceeds relating to the Infrastructure Bonds held by such dissenting Infrastructure Bond Holders within seven (07) Market Days from the meeting of the Infrastructure Bond Holders.

e) The Listed Entity shall make an Immediate Market Announcement setting out the outcome of the meeting of the Infrastructure Bond Holders convened by the Entity by the Market Day immediately following the date of the meeting of the Infrastructure Bond Holders. Such announcement shall include any decisions/modifications made pertaining to the Infrastructure Bonds and/or its terms of issue (as applicable), and information relating to the dissenting Infrastructure Bond Holders (if any).

f) The Exchange shall cease to recognize such Debt Securities of the Listed Entity as Infrastructure Bonds within a period of two (02) months from the date of the Market Announcement referred to in

Rule 7.12.3 (C) (II) (e) above, where applicable.

D. Shariah Compliant Debt Securities

(i) The Listed Entity shall comply with the Rules and Principles of Shariah on a continuous basis until such time the Shariah Compliant Debt Securities of such Entity are listed on the Exchange.

(ii) In the event the Shariah Complaint Debt Securities issued by the Listed Entity are non-compliant with the Rules and Principles of Shariah the following enforcement procedure shall apply:

a. The Listed Entity shall make an announcement to the market, via the Exchange, regarding the non-compliance within five (5) Market Days from the date of non-compliance.

b. The Entity shall remedy such non-compliance within a period of one (1) month from the date of non-compliance. If the Listed Entity fails to remedy the non-compliance within a period of one (1) month from the date of such non-compliance, the Shariah Compliant Debt Securities shall be transferred to the Watch List upon the expiry of such period.

c. If the Listed Entity fails to rectify the non-compliance within a period of three (3) months from the date the Shariah Compliant Debt Securities are transferred to the Watch List, the Exchange shall suspend the trading of such Debt Securities of the Entity.

d. In the event the Listed Entity complies with the Rules and Principles of Shariah, such Entity shall make an immediate announcement to the Market via the Exchange in the form of a declaration by the Board of Directors of the Listed Entity stating that such Entity is compliant with the Rules and Principles of Shariah.

e. Where the trading of Shariah Compliant Debt Securities remain suspended for a period in excess of twelve (12) months, such Shariah Compliant Debt Securities of the Entity shall be delisted by the Board of Directors of the Exchange in terms of Rule 11.3 (a) of these Rules.

E. a. The High Yield Corporate Debt Securities of a Listed Entity shall be transferred to the Watch List on or before the expiry of five (05) Market Days from the date of the immediate announcement to the Market in terms of Appendix 8A of these Rules in the instances set out below:

(i) Where the Entity fails to submit its Financial Statements and/or a fresh rating report in lieu of its Financial Statements as referred to in these Rules.

(ii) Where the Entity has defaulted on interest and/or principal payments in respect of loans obtained by such Entity not paid within 30 days.

(iii) Where the Entity has breached any term or condition relating to other Debt Securities issued by such Entity.

(iv) Where the Entity's rating in relation to the High Yield Corporate Debt Security referred to in Rule 7.12.2 of these Rules is downgraded to a Default rating by a rating agency licensed by the SEC.

(v) Where the Entity fails to make timely interest payments as referred to in these Rules.

Provided however, this Rule shall not be applicable in respect of Entities issuing High Yield Corporate Debt Securities amounting to BASEL III Compliant Debt Securities."

b. In the instances specified in Rules 7.12.3 E (a) (iv) and (v) above, the Listed Entity shall;

i. convene a meeting of its High Yield Debt Securities Holders within two (02) months from the date of non-compliance;

ii. notify the High Yield Debt Securities Holders regarding the details pertaining to the non-compliance and present the rectification plan proposed by the Listed Entity to such High Yield Debt Securities Holders in order to ensure compliance;

iii. obtain the approval of the High Yield Debt Securities Holders for the rectification plan proposed by the Listed Entity.

c. The Listed Entity shall make an Immediate Market Announcement setting out the rectification plan duly approved by the High Yield Debt Securities Holders at the meeting of such Debt Securities Holders convened by the Listed Entity by the Market Day immediately following the date of the said meeting.

d. A status update on the rectification plan shall be provided by the Listed Entity to the Exchange on a quarterly basis for dissemination to the market,until such time the Entity rectifies the non-compliance.

e. In the event the Entity rectifies its non-compliances pertaining to Rules 7.12.3 E (a) (i) to (v) above, the High Yield Corporate Debt Securities of such Entity shall be transferred out of the Watch List.

f. In the event the Listed Entity fails to;

i. obtain the approval of the High Yield Debt Securities Holders for the proposed rectification plan pertaining to the non-compliances with Rule 7.12.4 E (a) (iv) and (v) within a period of six (6) months from the date of the non-compliance; or

ii. rectify the non-compliance with Rule 7.12.3 E (a) (iv) and (v) within a period of six (6) months from the date of obtaining the approval of the High Yield Debt Securities Holders for the rectification plan,

the High Yield Debt Securities of such Entity shall be delisted by the Board of Directors of the Exchange in terms of Rule 11.3 (a) of these Rules.

h. The decision of the Board of Directors of the Exchange to delist the Securities of the Entity made in terms of Rule 11.3(a) of these Rules shall be communicated to the SEC together with the reasons for same

7.13 RULES ON MINIMUM PUBLIC HOLDING AS A CONTINUOUS LISTING REQUIREMENT

7.13.1 MINIMUM PUBLIC HOLDING AS A CONTINUOUS LISTING REQUIREMENT

(i) In respect of LKR denominated Shares

(a) A Listed Entity whose shares are listed on the Main Board shall maintain a Minimum Public Holding Requirement on a continuous basis by selecting any one of the options, as set out in the table below:

Option	MINIMUM PUBLIC HOLDING REQUIREMENT		
	Float Adjusted Market Capitalization	Public Holding Percentage	Number of Public Shareholders
1	Rs. 10.0Bn	no minimum % required	500
2	Rs. 7.5 Bn	5%	500
3	Rs. 5.0Bn	7.5%	500
4	Rs.2.5Bn	10%	500
5	less than Rs.2.5 Bn	20%	500

The Listed Entity shall comply with the Float Adjusted Market Capitalization, and the corresponding Public Holding Percentage and number of Public Shareholders (hereinafter collectively referred to as 'Minimum Public Holding Requirement') applicable under one of the Options the Listed Entity selects to adopt, as depicted in the table above.

(b) A Listed Entity whose shares are listed on the Diri Savi Board shall maintain a Minimum Public Holding Requirement on a continuous basis by selecting any one of the options, as set out in the table below:

Option	MINIMUM PUBLIC HOLDING REQUIREMENT		
	Float Adjusted Market Capitalization	Public Holding Percentage	Number of Public Shareholders
1	Rs. 1 Bn	7.5%	200
2	less than Rs.1 Bn	10%	200

The Listed Entity shall comply with the Minimum Public Holding Requirement applicable under one of the Options the Listed Entity selects to adopt, as depicted in the table above.

For the purposes of Rules 7.13.1 (i) (a) and (b) above, the Float Adjusted

Market Capitalization shall be calculated by multiplying the Public Holding Percentage of the Listed Entity by the Market Capitalization of such Listed Entity.

(c) Listed Entities whose shares are listed on the Catalist Board shall maintain a Minimum Public Holding on a continuous basis as set out in the table below:

Minimum Public Holding Requirement	
Public Holding Percentage	***Number of Public Shareholders***
10%	***300***

The Listed Entity shall comply with the Minimum Public Holding Requirement, as depicted in the table above.

Provided however, this Rule shall not be applicable to a Listed Entity which has its shares listed on the Catalist Board by way of an Introduction for a period of two (02) years from the date of listing on such Board.

(d) A Listed Entity shall at all times ensure that it meets the Minimum Public Holding Requirement specified in Rule 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c) above, as the case may be, and it shall be the duty of such Listed Entity to monitor its compliance.

(ii) In respect of Foreign Currency denominated Shares

(a) A Listed Entity whose Foreign Currency denominated Shares are listed on the Main Board shall, on a continuous basis, maintain a Minimum Public Holding of twenty per centum (20%) of the total number of shares listed on the Exchange, which shall be in the hands of a minimum number of thirty (30) public shareholders.

(b) A Listed Entity whose Foreign Currency denominated Shares are listed on the Diri Savi Board shall, on a continuous basis maintain a Minimum Public Holding of ten per centum (10%) of the total number of shares listed on the Exchange, which shall be in the hands of a minimum number of twenty (20) public shareholders.

7.13.2 NON-COMPLIANCE WITH RULE 7.13.1

(I) Enforcement Procedure for Non-Compliance with Rule 7.13.1

For the purpose of these Rules, a Listed Entity, other than the Listed Entities which have its shares listed on the Catalist Board by way of Introduction, shall be deemed to be non-compliant with the Minimum Public Holding Requirements specified in Rule 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c) of these Rules, when such Entity has failed to comply with such requirement for a consecutive period of one (01) month.

In respect of Listed Entities having its shares listed on the Catalist Board by way of Introduction which have failed to comply with Rule 7.13.1 (i) (c) of these Rules, shall be deemed to be non-compliant with the Minimum Public

Holding Requirement from the 1st day of non-compliance with the said Rule and shall be subject to enforcement action in terms of Rule 7.13.2 (i) (c) below.

(a) In the event a Listed Entity is not in compliance with the Minimum Public Holding Requirement specified in Rule 7.13.1 (i) (a),7.13.1 (i) (b) or 7.13.1 (i) (c) as the case may be for a consecutive period of one (01) month, such Listed Entity shall make an immediate announcement to the Market via the Exchange.

The announcement shall include a detailed description of the status of the minimum public holding as detailed below.

(i) That the Listed Entity is not in compliance with the Minimum Public Holding Requirement specified in Rule 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c) and the reasons therefore, as applicable.
(ii) Existing Float Adjusted Market Capitalization, Public Holding Percentage and the number of Public Shareholders.
(iii) Steps to be adopted by the Listed Entity to comply with the Minimum Public Holding Requirement and progress made.
(iv) If the information referred to in item (iii) above is not available at the time the Listed Entity becomes non-compliant, the Listed Entity shall disclose such information in the Market announcement to be made at the end of the first three (03) months from the date of non-compliance.

Such announcement shall be repeated at the end of each quarter, until such time the Listed Entity becomes compliant with Rule 7.13.1 (i) (a) ,7.13.1 (i) (b) or 7.13.1 (i) (c) as the case may be.

(b) The Listed Entity shall comply with Rules 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c), as the case may be, within a period of six (06) months from the date of non-compliance in terms of Rule 7.13.2 (a).

(c) In the event the Listed Entity remains non-compliant with Rules 7.13.1 (i) (a), 7.13.1 (ii) (b) or 7.13.1 (i) (c), as the case may be, upon the expiry of the period of six (06) months from the date of non-compliance, the Securities of the Listed Entity shall be transferred to the Second Board.

In respect of Listed Entities having its shares listed on the Catalist Board by way of Introduction that have failed to comply with Rule 7.13.1 (i) (c), the shares of such Listed Entities shall be transferred to the Second Board at the expiration of two (02) years from the date of listing.

(d) Such transfer to the Second Board shall be made on or before the expiry of five (05) Market Days at the expiration of the period of six (06) months from the date of non-compliance.

In respect of Listed Entities, other than Listed Entities which have its shares listed on the Catalist Board by way of Introduction, which have been granted an extension of time for complying with the Rules on the maintenance of a Minimum Public Holding on grounds of extraordinary supervening circumstances in terms of Rule 7.13.3 of these Rules, the date of non–compliance shall commence on the 1st day after the expiry of a period of one (01) year from the date of granting the extension of time.

In respect of Listed Entities which have its shares listed on the Catalist Board by way of Introduction that have failed to comply with Rule 7.13.1 (i) (c), the transfer to the Second Board shall be made on or before the expiry of five (05) Market Days at the expiration of two (02) years from the date of listing.

(e) The Directors and the Chief Executive Officer of the Listed Entity, their Close Family Members, the parent Listed Entity of the Listed Entity and any Entity in which such Director, Chief Executive Officer, their Close Family Members or the parent Listed Entity directly or indirectly exercise control or hold fifty per centum (50%) or more of voting rights shall refrain from exercising their rights to purchase the Securities, carrying out Short Sale transactions, borrowing or lending of such Securities of the Listed Entity whilst such Securities are on the Second Board.

(f) Immediately subsequent to the transfer of Securities to the Second Board, the Listed Entity shall,

(i) Make an announcement to the Market via the Exchange regarding the non–compliance and stating therein the remedial action adopted/proposed to be adopted by the Entity in order to ensure compliance with the Minimum Public Holding Requirement specified in Rule 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c) as the case may be.

(ii) The announcement shall include the following information: -

a) the intention of the Listed Entity to remedy the non-compliance;

b) the remedial action adopted/proposed to be adopted by the Listed Entity to ensure compliance with Rule 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c), as the case may be.

(g) Notify the shareholders of the information specified in items (f) (i) and (ii) above at the next General Meeting of the Listed Entity which is held immediately subsequent to the Securities being transferred to the Second Board, the details pertaining to the non-compliance with Rule 7.13 and inform the shareholders regarding the remedial action adopted/proposed to be adopted by the Listed Entity, in order to ensure compliance with Rule 7.13 of these Rules.

(h) The Listed Entity shall disclose the outcome of the above matter taken up at the General Meeting to the CSE and investors via the Exchange. Such disclosure shall be made within the Market Day immediately following the General Meeting and shall include the following;

(i) Proposed rectification plan and the means to comply with the Minimum Public Holding Requirement and the time frame to achieve the same; and

(ii) In the event the Listed Entity has decided to adopt a method specified in Section 5 of these Rules, the details and justification for the proposed method.

(i) The Securities of the Listed Entity shall be transferred out of the Second Board, no sooner such Entity complies with the Minimum Public Holding Requirements stipulated in Rule 7.13.1 (i) (a), 7.13.1 (i) (b) or 7.13.1 (i) (c) above, as the case may be.

7.13.3 EXTENSION OF TIME GRANTED DUE TO THE REDUCTION OF THE MINIMUM PUBLIC HOLDING REQUIREMENTS ARISING FROM EXTRAORDINARY SUPERVENING CIRCUMSTANCES

The CSE, in consultation with the SEC, shall have the discretion to grant an extension of time to a Listed Entity or to any class or category of Listed Entities to comply with any of the Rules contained in Rule 7.13 of these Rules for a period of one (01) year, under exceptional circumstances. Such circumstances shall include but are not limited to;

(i) issuance or transfer of shares in compliance with directions of a regulatory or statutory authority or a court or tribunal;
(ii) any acquisition in accordance with the Takeovers and Mergers Code 1995 (as amended);
(iii) issuance or transfer of shares under a restructuring plan approved by a regulatory authority;
(iv) scheme of arrangement as set out in the Companies Act; and,
(v) any regulatory requirement, the compliance of which leads to a reduction in the maintenance of the Minimum Public Holding below the required thresholds.

For the purposes of Rule 7.13, unless the context otherwise requires:

'Close Family Member' shall mean and include the spouse and a child below eighteen (18) years and any of the following persons provided that they are financially dependent and/or acting in concert:

h) child above 18 years;
i) grandparents;
j) parents;
k) brothers;
l) sisters;
m) grandchildren; and
n) spouse of the persons referred to above

'Parties Acting in Concert' shall have the same meaning as the definition of "Parties Acting in Concert" contained in the Takeovers and Mergers Code currently in force.

7.14 SUB-DIVISION AND CONSOLIDATION OF SHARES

In the event of a sub-division or consolidation of shares of a Listed Entity, such Entity shall carry out same in conformity with the procedure stipulated and published by the CSE from time to time.

APPENDIX 7A

a) Additional Notes

- The Trading Currency of Securities

- Liability to management fees or any other similar expenditure not provided for in the interim accounts

- If during the quarter, the Entity has raised funds through an Initial Public Offering and/or a further issue of Securities (as applicable), the manner in which the funds of such issue/s have been utilized in conformity with the format provided by the Exchange from time to time.

  In the event the funds raised through the Initial Public Offering and/or the further issue of Securities (as applicable) have been fully utilized by the Listed Entity as disclosed in the Prospectus and/or Circular to shareholders between two financial periods, the Entity shall disclose such fact in the immediate succeeding Annual Report or the Interim Financial Statement, whichever is published first.

- Any material change in the use of funds raised through an IPO/Rights/Debenture Issue

- The names and the number of shares held by the 20 largest holders of voting and non-voting shares denominated in LKR or any Other Class of Shares denominated in Foreign Currency and the percentage of such shares held

- (a) In respect of a Local Entity which has its LKR denominated shares listed on the Exchange, such Entity shall disclose the float adjusted market capitalisation, public holding percentage (%),number of public shareholders and under which option the Listed Entity complies with the Minimum Public Holding requirement, in respect of voting ordinary shares.

  The public holding percentage (%) in respect of non-voting ordinary Shares (where applicable).

  Provided however, this Rule shall not be applicable to Entities whose Securities are listed on the Empower Board in the Alternate Market Segment.

  (b) In respect of a Local Entity which has its Foreign Currency denominated Shares listed on the Exchange, such Entity shall disclose the public holding percentage (%) and the number of public shareholders.

- A statement of each director's holding and Chief Executive Officer's holding in each class of shares of the Entity denominated in LKR and in Foreign Currency (as applicable)

- Number of shares representing the Entity's stated capital.

- Additional disclosures to be made in the event a Listed Entity has listed Foreign Currency denominated Securities listed on the Exchange:

a. An update on the utilization of proceeds equivalent to sixty per centum (60%) for capital transactions outside Sri Lanka
b. A statement that the Entity is in compliance with the Applicable Foreign Exchange Regulations on the utilization of the proceeds of the issue held in the SFCA of such Entity.
c. A statement that the Entity is in compliance with the Applicable Foreign Exchange Regulations with regard to repatriation of income/capital proceeds of the investments through SFCA to Sri Lanka and on utilization of capital gains of the proceeds equivalent to the portion of fifty per centum (50%) for capital transactions outside Sri Lanka.
d. A status update on forty per centum (40%) of the proceeds which are not utilized for capital transactions outside Sri Lanka.

xv) Listed Entities should include the following in the Interim Financial Statements (quarterly or half yearly as applicable)

	Current Interim Period
Net Asset Value Per share	Current Period
Share price during the Interim Period	
- Highest price	Current Period
- Lowest price	Current Period
- Last traded price	Current Period

c) Entities listed on the Debt Securities Board should include the following in the Interim Financial Statements (quarterly)

Debt/equity ratio

Quick asset ratio

Interest cover

Interest yield as at date of last trade (dd/mm/yy)

Yield to maturity of trade done on (dd/mm/yy)

Interest Rate of comparable Government security

The market prices during the year/half year(ex interest)
- Highest price
- Lowest price
- Last traded price