

TO : Members – Custodians / Listed Companies / Nominated Advisors
FROM: Acting General Manager of the Cyprus Stock Exchange
SUBJECT: Proposed amendments to CSE Regulatory Decisions – Trading Rules
DATE : 11 April 2022
CIRC. No. : 08-2022 / 05-2022 / 08-2022 / 06-2022

Sirs,

We wish to inform you that the Council of the Cyprus Stock Exchange has decided to proceed with the amendment of its Trading Rules (RAA 409/2006 as amended) so as there is the possibility for the daily fluctuation limits not to apply to one trading day, following a relevant justified Council decision to that effect, which shall be announced at least 24 hours in advance, at the request of the issuer, for reasons relating to the real value of the company.

In this case, with its request, the issuer shall explain the reasons why it believes that the company's trading price does not represent the real value of the company, by providing an appraisal of the value of its titles by an investment firm authorized to provide the investment service referred to in paragraph 6 or in paragraph 7 of Part I or the ancillary service referred to in paragraph 3 of Part II of the First Annex to the Investment Services and Activities and Regulated Markets Law, or by an Audit Firm.

This amendment aims to provide the possibility for the Stock Exchange to have a mechanism for adjusting the prices of listed securities on the CSE trading board, which either due to suspension of trading or lack of marketability for a long time may not represent the correct stock exchange price of the listed security.

In this context, please find attached the draft amendment of the CSE Trading Rules (RAA 409/2006 – as amended).

This proposed amendment is also posted on the Stock Exchange's website, under 'Legal Framework, 'Proposed Legislation' entitled: Proposed amendments to CSE Regulatory Decisions – Trading Rules.

The Cyprus Stock Exchange invites all interested parties to a consultation on the proposed amendment.

Interested parties may therefore submit their positions and views to the CSE until Friday, 15 April 2022, by email at info@cse.com.cy, or fax at 22570308 using the reference “Consultation on amendments 11/4/2022”.

For any clarifications, you may contact Market and Listing Division of the CSE, at 22712373.

Thanking you for your cooperation.

Yours,

Nicos Trypatsas
Acting General Manager

Encl.

cc.: Cyprus Securities and Exchange Commission
CFSFA
Issuers’ Committee under Regulation EU 909/2014
Participants’ Committee (Members and Custodians) under Regulation EU
909/2014

THE SECURITIES AND CYPRUS STOCK EXCHANGE

LAWS
of 1993 to 2020

AMENDMENT OF TRADING RULES

Official
Gazette
Third
Annex (I)
27.10.06
1.6.07
27.12.07
21.03.08
23.05.08
6.06.08
29.09.08
31.10.08
31.12.08
30.1.09
27.2.09
16.4.09
12.6.09
9.10.09
13.11.09
3.06.11
7.10.11
17.2.12
18.5.12
25.5.12
28.9.12
6.12.13
3.10.14
28.11.14
16.1.15
9.4.15
18.9.15
5.1.17
26.5.17
22.12.17
24.7.20
16.10.20
9.4.21
6.8.21

Upon the prior agreement of the Securities and Exchange Commission, the Council of the Cyprus Stock Exchange has decided to amend the Trading Rules published in the Official Gazette of the Republic on 27 October 2006 (RAA 409/2006 as amended), pursuant to the power conferred upon it by Article 22 of the Securities and Cyprus Stock Exchange Laws and Regulation 33 of the Securities and Cyprus Stock Exchange Regulations, as follows:

1. By adding at the end of paragraph 2.3.5 hereof, the following new paragraph 2.3.5.A:

«2.3.5.A.

The daily fluctuation limits shall not apply to one trading day following a relevant justified decision of the Council, which shall be announced at least 24 hours in advance, at the request of the issuer, for reasons relating to the real value of the company.

Provided that with its request, the issuer shall explain the reasons why it believes that the company's trading price does not represent the real value of the company, by providing an appraisal of the value of its titles by an investment firm authorized to provide the investment service referred to in paragraph 6 or in paragraph 7 of Part I or the ancillary service referred to in paragraph 3 of Part II of the First Annex to the Investment Services and Activities and Regulated Markets Law, or by an Audit Firm