<u>ISX Announcement: Instructions No. (2) Update of 2011</u>

Timing of Suspension and Resuming Trading of Listed Companies

In reference to Section (12) of Article (11) of the Securities Law No. (74) of 2004, The Iraqi Securities Commission (ISC) issued the following instructions to organize the timing of suspension and resuming trading of listed companies on the Iraq Stock Exchange (ISX):

1. Trading of a listed company is suspended one week before the General Assembly Meeting (GAM). The company should notify ISX and Iraqi Depository Center (IDC) **minimum two weeks before the meeting date**.

2. The company which is suspended from trading due to GAM, resumes trading **directly after the meeting** if no change has occurred to its capital.

3. If the suspended company has a capital increase through bonus issue from contingency reserve or cash profit approved, it resumes trading as following:

    a. The original shares (capital before the increase) resume trading **directly after the GAM**.

    b. The bonus issue shares are deposited within the period of **maximum six weeks from the date of GAM**.

4. If the suspended company has a capital increase through rights issue approved, it resumes trading within the period of **maximum four months from the date of GAM Approval for the capital increase**.

5. a. The company should submit to the ISX a request to resume trading for the Items (2) and (3.a) by consigning all documents which confirm the holding of GAM. ISX checks the documents before approving to resume trading of the company.

   b. The company should submit to the ISX a request to deposit the capital increase shares for the Items (3.b) and (4) upon completing subscription procedures and receiving the approval of Company Registration Directorate.

6. The company can request from the ISC to amend the period of items (3.b) and (4), if they have acceptable reasons.

7. The company and/or the persons responsible who violate this instruction can face penalties such as fines not more than ID50mn (around $42.7K) or will face a prison sentence according to Article (14) Section (12) of Securities Law No. (74) of 2004.

8. These instructions will be put into practice starting September 1, 2011.