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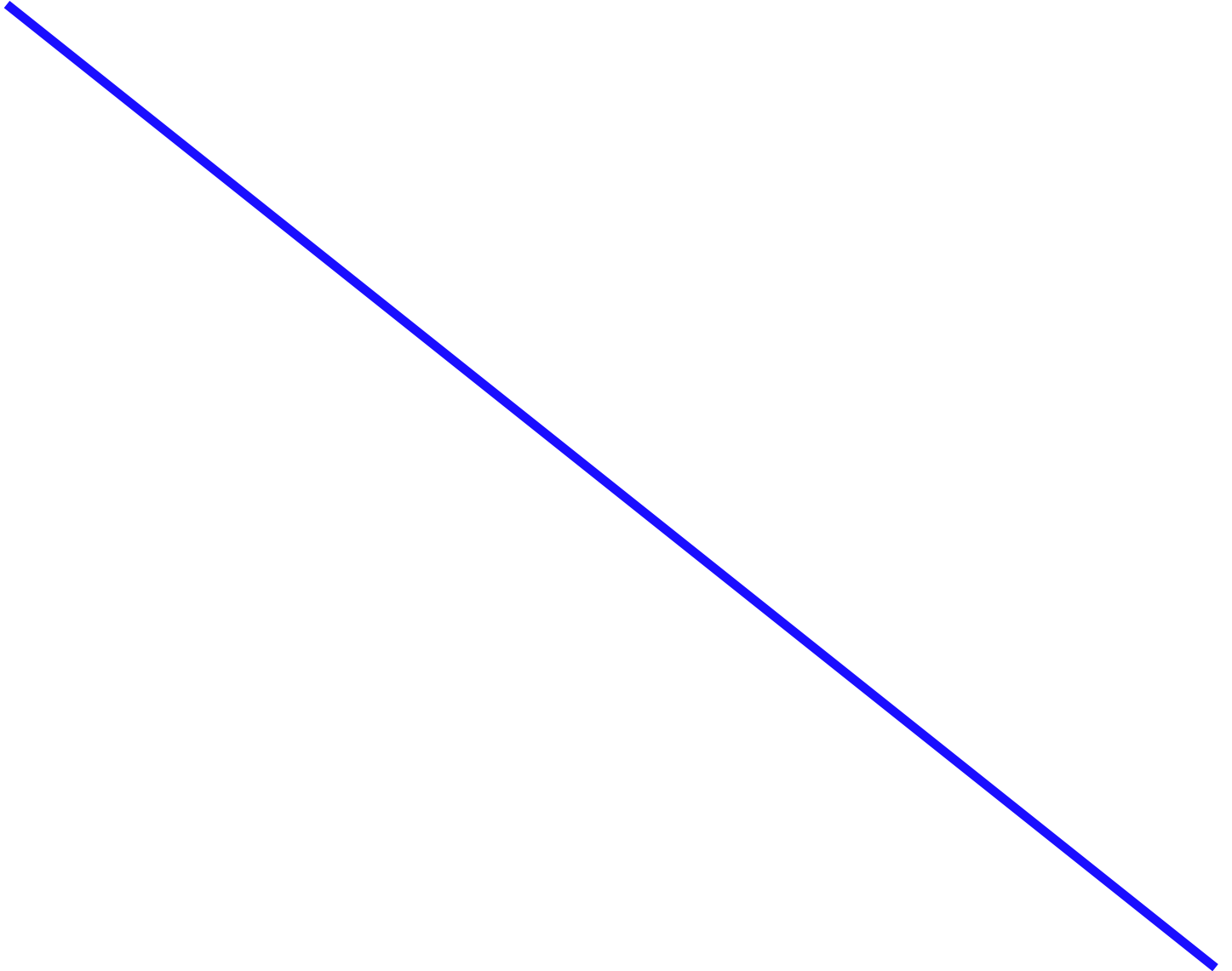
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Fatwa and Sharia Supervisory Board

Addendum No. (1)

DFM Standard for Issuing, Acquiring, and Trading Shares





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A brief of the standard

In 2008, the Fatwa and Shari'a Supervisory Board prepared and issued the DFM Standard for Issuing and Trading Shares, and the Board considered all other standards regulating this matter.

The Fatwa and Shari'a Supervisory Board had reviewed and revised the standard in 2013 and revised once again in 2018.

Amendments to the standard

The Fatwa and Shari'a Supervisory Board decided during its meeting No. (2) for the year 2023 held on 2 February 2023, after extensive discussion and consultation and with consensus of all opinions, the following have been decided:

- **Repeal (discontinue)** paragraphs 4.1 and 4.2 of the Standard, which stipulate the following:
 - 4.1 It is permitted to trade in the shares of existing companies whose assets comprise tangible assets, usufruct, receivables, cash, and financial rights as long as the company's objectives and principal activity are Shari'a compliant, and the nature of the company's business requires such diversity in the assets. However, the company's average percentage of the non-cash and non-debt assets should be no less than 10% percent of the total company's assets value. However, if the company's activity is limited to dealing only in debts or cash or both, then trading in such companies' shares is not permitted.
 - 4.2 It is not permitted to trade in the shares of new companies listed in DFM prior to commencement of their activities and the conversion of no less than 10% of their capital to non-cash assets, like tangible assets, usufruct, and financial rights.
- **Added new clause as follows “in case the company’s activities is solely based on cash and/or debts, the rulings of trading in cash and/or debts will be applied”.**
- Wherever it’s mentioned in other standards issued by DFM, the changes as per the addendum are also effective in other DFM standards

Moosa Tariq Khoury
Chairman of the Fatwa Board and Executive Member
Dubai Financial Market