

Resolution No. (85) of 2026

Regarding the Additional Financial Services

Having Perused:

- Law No. 7 of 2010 Regarding the Establishment of the Capital Markets Authority and Regulating Securities Activities and its Executive Bylaws, and their amendments; and
- CMA Board of Commissioners Resolution passed in its meeting No. (26) of 2026 held on 24/06/2026.

The Following Was Resolved

Article (1)

Appendix (4) (Schedule of the CMA Services Fees) of Module Two (Capital Markets Authority), Module Seven (Clients' Funds Clients' Assets), Module Eight (Conduct of Business), and Module Eleven (Dealing in Securities) of the Executive Bylaws of Law No. 7 of 2010 Regarding the Establishment of the Capital Markets Authority and Regulating Securities Activities and their amendments are hereby amended pursuant to Annex 1 attached to this Resolution.

Article (2)

The concerned bodies shall execute this Resolution, each within its jurisdiction. Amendments to Module Eleven shall come into force from the date of issuance of this Resolution, and the other amendments shall come into force from the date of issuance of the new structure of trading commissions and fees, and it shall be published in the Official Gazette.

Emad Ahmed Tifouni
Issued on: 25/06/2026.

Annex (1)

Amendments to the Executive Bylaws Regarding the Service of Depositing Income-Generating Funds, Granting Discounts, and CMA Services Fees

| # | Module | Article | Amendment type | Text before Amendment | | Text After Amendment | |
|---|--|--|--|--|--|---|--|
| 1 | Appendix 4 (Schedule of the CMA Services Fees) of Module Two | 1-1-1 (Request of licensing a Securities Exchange) | Amending Article | KWD 1,000 (one thousand Kuwaiti Dinars) | Upon submitting the application and upon renewal every 3 years | KWD 1,000 (one thousand Kuwaiti Dinars) | Upon submitting the application and upon renewal every 3 years |
| | | | | KWD 1,000,000 (one million Kuwaiti Dinars) | Upon licensing. | KWD 1,000,000 (one million Kuwaiti Dinars) | Upon licensing. |
| | | | | 3% of the total of the different trading commissions in the market | Payable annually at the end of the financial year | 6% of the total of the different trading commissions in the market | Payable annually at the end of the financial year |
| 2 | Seven | 2-1 | Amending Article and Resequencing to 2-1-1 | A Licensed Person shall make all appropriate arrangements to hold and maintain Client's Funds and Clients' Assets and not use the same unless for their assigned purposes. The Licensed Person may not use these funds or assets or rights arising from the same for his own account, or for the account of any other Client or third party, and all arrangements for holding and maintaining Clients' Funds | | A <u>Licensed Person</u> shall make all appropriate arrangements to hold and maintain <u>Client's Funds</u> and <u>Clients' Assets</u> and not use the same unless for their assigned purposes. <u>The Licensed Person may deposit Clients' Funds designated for trading in interest-generating or profit-generating accounts with banks licensed locally, in accordance with the terms and conditions set forth in the following Article.</u> | |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|----------------|--|--|
| | | | | and Clients' Assets shall be provided by means of automated and supervisory systems of the Licensed Person adequate to maintain accurate records and to manage operations effectively. | |
| 3 | Seven | 2-1-2 | Adding Article | - | <p>The <u>Licensed Person</u> shall not make any interests or profits from depositing <u>Clients' Funds</u> designated for trading in interest-generating or profit-generating accounts with banks licensed locally, except in accordance with the following terms and conditions:</p> <ol style="list-style-type: none"> 1. Obtaining the explicit and prior consent of the <u>Client</u> regarding the <u>Licensed Person's</u> charging of fees for depositing the <u>Client's Funds</u> designated for trading in interest-generating or profit-generating accounts with banks licensed locally, along with a clear disclosure on the nature of returns, risks, and |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|----------------|-----------------------|---|
| | | | | | <p>sharing mechanism, and the <u>Client's</u> right to revoke such consent at any time. The <u>Licensed Person</u> may waive part of or the total fees.</p> <ol style="list-style-type: none"> 2. Restricting the deposit of <u>Funds</u> to locally licensed banks or entities subject to the <u>Authority's</u> supervision. 3. Providing a periodic report to the <u>Client</u> stating the return or profit collected from the deposited <u>Funds</u>. 4. Complete segregation between the <u>Clients' Funds</u> and the <u>Licensed Person's Funds</u>, in compliance with the provisions of Article (3-1) of this Module, and to ensure that <u>Clients' Funds</u> are deposited in independent or omnibus bank accounts allocated for this purpose only, while maintaining accurate and updated accounting records for each <u>Client</u>, subject to periodic auditing and supervision. 5. Maintaining sufficient liquidity levels to allow immediate retrieval of <u>Clients' Funds</u>, and |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|-----------------|--|---|
| | | | | | <p>without prejudice to the <u>Client's</u> ability to trade and fulfill their settlement obligations.</p> <p>6. Providing automated and supervision systems with the <u>Licensed Person</u> to monitor and manage the processes of depositing or investing Funds accurately and effectively.</p> <p>7. Complying with any other controls set by the <u>Authority</u> in this regard.</p> |
| 4 | Eight | 1-6 | Adding new Item | <p>Without prejudice to the rights of a Licensed Person to collect commissions, charges and fees required for providing services as mentioned in the agreement entered with the Client, the Licensed Person, while practicing an activity involving Securities, shall not pay any fees or commissions, provide monetary or non-monetary benefits or gifts, whether directly or indirectly, to his clients. Furthermore, it shall not receive any of the mentioned except in the following cases:</p> <p>1. Fees, commissions or non-monetary benefits that are not intended to encourage the Licensed Person to provide better</p> | <p>Without prejudice to the rights of a Licensed Person to collect commissions, charges and fees required for providing services as mentioned in the agreement entered with the Client, the Licensed Person, while practicing an activity involving Securities, shall not pay any fees or commissions, provide monetary or non-monetary benefits or gifts, whether directly or indirectly, to his clients. Furthermore, it shall not receive any of the mentioned except in the following cases:</p> <p>1. Fees, commissions or non-monetary benefits that are not intended to encourage the Licensed Person to provide better service for its clients, such as symbolic gifts.</p> |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|----------------|---|--|
| | | | | <p>service for its clients, such as symbolic gifts.</p> <p>2. Any charges or monetary amounts incurred by the Licensed Person for providing services to its client such as, costs of safekeeping, commissions of settlement and clearing and fees that do not contradict in its nature with the duties of the Licensed Person to act honestly, fairly and professionally in a way that fulfils the interests of its clients.</p> <p>The prohibition set out herein shall apply to employees of the Licensed Person.</p> | <p>2. Any charges or monetary amounts incurred by the Licensed Person for providing services to its client such as, costs of safekeeping, commissions of settlement and clearing and fees that do not contradict in its nature with the duties of the Licensed Person to act honestly, fairly and professionally in a way that fulfils the interests of its clients.</p> <p>3. <u>Discounts on brokerage commissions determined according to the Authority's instructions, provided that they are granted in accordance with specific policies of the Licensed Persons.</u></p> <p>The prohibition set out herein shall apply to employees of the Licensed Person.</p> |

Amendments to the Executive Bylaws Regarding Margin Trading Service

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|------------------|---|---|
| 1 | Eleven | 8-13 | Amending Article | <p>Taking into consideration the obligations mentioned in Module Eight (Conduct of Business), the Margin Trading Service Provider shall verify the Client's position through the following:</p> <ol style="list-style-type: none"> 1. Study the credit status and financial solvency of the Client by reviewing the Client's data at the Credit Information Network (Ci-Net). 2. Ensure the Client's ability to bear the risks resulting from Margin Trading. 3. Know the Client's experience and its relevance to Margin Trading Service. 4. Ensure the competence and the legal capacity of each Client, and in particular the following: | <p>Taking into consideration the obligations mentioned in Module Eight (Conduct of Business), the Margin Trading Service Provider shall verify the Client's position through the following:</p> <ol style="list-style-type: none"> 1. Study the financial solvency of the <u>Client</u>, the <u>Margin Trading Service Provider</u> may review the <u>Client's</u> data at the <u>Credit Information Network (Ci-Net)</u>. 2. Ensure the Client's ability to bear the risks resulting from Margin Trading. 3. Know the Client's experience and its relevance to Margin Trading Service. 4. Ensure the competence and the legal capacity of each Client, and in particular the following: <ul style="list-style-type: none"> - A minimum of one year of experience in trading Securities. The Professional Client is exempt thereof. |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|------------------|---|---|
| | | | | <p>- A minimum of one year of experience in trading Securities. The Professional Client is exempt thereof.</p> <p>- No violation has been issued against the Client by the Disciplinary Board of the Authority or the Violations Committee during the previous two financial years.</p> <p>In all events, it is not permitted to authorize another Person to trade on the margin account.</p> | <p>- No violation has been issued against the Client by the Disciplinary Board of the Authority or the Violations Committee during the previous two financial years.</p> <p>In all events, it is not permitted to authorize another Person to trade on the margin account.</p> |
| 2 | Eleven | 8-14-3 | Amending Article | <p>The Margin Trading Service Provider shall ensure that the Client has submitted the following declarations and undertakings: 1. The Client's knowledge of the Margin Trading service and the associated risk. 2. The Client's knowledge of the rules, provisions and regulations of the Margin Trading. 3. The Margin Trading Service Provider's access to the credit information through the Credit Information Network (Ci-Net). 4. The pledge of Securities and cash balance in the Margin Trading Account and the additional collaterals -if any- in favor of the service</p> | <p>The Margin Trading Service Provider shall ensure that the Client has submitted the following declarations and undertakings:</p> <ol style="list-style-type: none"> 1. The Client's knowledge of the Margin Trading service and the associated risk. 2. The Client's knowledge of the rules, provisions and regulations of the Margin Trading. 3. The Margin Trading Service Provider's access to the credit information through the Credit Information Network (Ci-Net), for the cases in which a <u>Margin Trading Service Provider</u> desires to use the services of the Credit Information Network. |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|----------------|---|---|
| | | | | <p>provider to guarantee payment of the amounts due by the Client as a result of the Margin Trading.</p> <p>5. The authority of the Margin Trading Service Provider – in the event of the Client’s breach – to sell the Securities pledged in the Margin Trading Account, notwithstanding the provisions stipulated in Articles (231) to (233) of the Commercial Law, as well as the provisions stipulated in Chapter Three of the Civil and Commercial Pleadings Law. 6. The Client’s coverage of the Margin Trading Account during the period specified in the agreement, in the event that the Maintenance Margin falls below the percentage specified in the agreement.</p> | <p>4. The pledge of Securities and cash balance in the Margin Trading Account and the additional collaterals -if any- in favor of the service provider to guarantee payment of the amounts due by the Client as a result of the Margin Trading.</p> <p>5. The authority of the Margin Trading Service Provider – in the event of the Client’s breach – to sell the Securities pledged in the Margin Trading Account, notwithstanding the provisions stipulated in Articles (231) to (233) of the Commercial Law, as well as the provisions stipulated in Chapter Three of the Civil and Commercial Pleadings Law.</p> <p>6. The Client’s coverage of the Margin Trading Account during the period specified in the agreement, in the event that the Maintenance Margin falls below the percentage specified in the agreement.</p> |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|------------------|--|---|
| 3 | Eleven | 8-16-2 | Amending Article | <p>The Margin Trading Service Provider shall, on an ongoing basis, adhere to the following:</p> <ol style="list-style-type: none"> 1. The capital adequacy regulations mentioned in Module Seventeen of the Executive Bylaws. 2. The amounts used to finance the Margin Trading of one Security for all Clients shall not exceed 25% of the total amounts specified for the Margin Trading service. 3. The margin financing amounts granted for one Client shall not exceed 10% of the total funds specified for Margin Trading by the Margin Trading Service Provider. 4. The Initial Margin shall not be less than 50% of the market value of the Securities to be financed on margin. The service provider may set a higher percentage for the Initial Margin within the Margin Trading Agreement. 5. The Maintenance Margin shall not be less than 25% of the market value of the Securities in the Margin Trading Account at any time after the transaction date. The service provider may set a higher percentage for the Maintenance Margin within the Margin Trading Agreement. | <p>The Margin Trading Service Provider shall, on an ongoing basis, adhere to the following:</p> <ol style="list-style-type: none"> 1. The capital adequacy regulations mentioned in Module Seventeen of the Executive Bylaws. 2. The Initial Margin shall not be less than 50% of the market value of the Securities to be financed on margin. The service provider may set a higher percentage for the Initial Margin within the Margin Trading Agreement. 3. The Maintenance Margin shall not be less than 25% of the market value of the Securities in the Margin Trading Account at any time after the transaction date. The service provider may set a higher percentage for the Maintenance Margin within the Margin Trading Agreement. 4. Equality for all Clients when setting the Initial Margin and the Maintenance Margin. 5. Submitting weekly reports to the Capital Markets Authority regarding the percentages specified in Items (2) and (3) of this Article, in addition to any other requirements determined by the <u>Authority</u>. 6. Submitting reports on the credit amount granted to <u>Clients</u> based on the requirements of the Central Bank of Kuwait. |

| # | Module | Article | Amendment type | Text before Amendment | Text After Amendment |
|---|--------|---------|------------------|---|---|
| | | | | <p>6. Equality for all Clients when setting the Initial Margin and the Maintenance Margin.</p> <p>7. Submitting weekly reports to the Capital Markets Authority regarding the percentages specified in Items (2) and (3) of this Article, in addition to any other requirements determined by the Authority.</p> <p>8. Submitting reports to the Central Bank of Kuwait on the credit amount granted to Clients on a weekly basis.</p> | |
| 4 | Eleven | 8-16-3 | Amending Article | <p>The Margin Trading Service Provider may draw a list of the Securities permitted to be traded on margin and amend this list from time to time after notifying the Clients. The Margin Trading Service Provider, at the time of selecting the Shares included in the mentioned list, shall consider the aspects of liquidity and soundness of the financial conditions of companies whose shares are selected. Unlisted Securities may not be included in this list.</p> | <p>Without prejudice to the requirements of Module Seventeen (Capital Adequacy Regulations for Licensed Persons), A <u>Margin Trading Service Provider</u> may set maximum financing limits, whether at the level of a single <u>Client</u> or at the level of a single <u>Security</u>, based on the risk level that the service provider determines towards the <u>Client</u> or the <u>Security</u>.</p> |