

ANNEXURE 2
CONSEQUENTIAL AMENDMENTS IN RELATION TO
THE DEFINITION OF SOPHISTICATED INVESTOR

ANNEXURE 2

CONSEQUENTIAL AMENDMENTS TO BURSA MALAYSIA SECURITIES BERHAD LEAP MARKET
LISTING REQUIREMENTS IN RELATION TO THE DEFINITION OF SOPHISTICATED INVESTORS
(As at 5 March 2024)

CHAPTER 2 – GENERAL

Qualified Market

- 2.7** *ABC Bhd* is listed on the LEAP Market and its promoters, Mr. X and Mr. Y are non-sophisticated investors. If *ABC Bhd* undertakes a rights issue to raise funds, can Mr. X and Mr. Y participate in the rights issue, since they are non-sophisticated investors?

Yes, as existing securities holders, Mr X and Mr Y may participate in the rights issue. This is pursuant to Rule 2.24(2) of the LEAP LR and paragraph ~~1635~~ of Schedule 7 of the CMSA.

CHAPTER 6 – CONTINUING LISTING OBLIGATIONS

Continuing Disclosure

- 6.3** Can *A Bhd*, a company listed on the LEAP Market, undertake a share issuance scheme to offer securities to its employees and is *A Bhd* required to comply with any requirement under the LEAP LR?

Pursuant to paragraph ~~724~~ of Schedule 7 of the CMSA, *A Bhd* is allowed to issue securities to its employees under an employee share or employee share option scheme. As such, *A Bhd* may undertake a share issuance scheme to offer securities to its employees as long as it complies with Rule 6.15 of the LEAP LR where it is required to consult Bursa Securities if it intends to undertake, among others, any other new issues of securities not specified in the LEAP LR. Such consultation with Bursa Securities must be done before *A Bhd* makes any announcement to Bursa Securities on the proposed share issuance scheme. In addition, *A Bhd* is also required to comply with the requirements and procedures for any new issue of securities as prescribed under Chapter 5 of the LEAP LR.

[End of Annexure 2]