

SECTION 8

ENTITLEMENTS

8.1 General Provisions relating to Entitlements

- (a) The Company Secretary of the Listed Entity shall process entitlements relating to corporate actions applicable to Account Holders based on the information obtained from the CDS on the relevant date, subject to Rule 8.1 (c).
- (b) An Account Holder's entitlement to a corporate action, such as payment of a dividend, allotment of shares credited as fully paid up by way of capitalization of reserves or allotment of Rights or any other distribution, shall be determined on the basis of the Cleared Balance held in the Client Account of the Account Holder as at the Record Date.
- (c) The Company Secretary of the Listed Entity may, at his/her/its discretion and at his/her/its own risk, deviate from the information given by the CDS pertaining to the address or the dividend payment instructions given by an Account Holder who is entitled to a corporate benefit, if sufficient proof is produced by the Account Holder to the satisfaction of the Company Secretary of the Listed Entity, giving reasons for such deviation from the instructions/information given by the CDS.

8.2 Dividends

- (a) In the event of a Listed Entity declaring a dividend, the CDS shall furnish the Company Secretary of the Listed Entity a list of Account Holders with their respective holdings with regard to that Security as at the Record Date.
- (b) In the event of a cash dividend, the Listed Entity shall dispatch the dividend payments as per the instructions given by the respective Account Holders to the CDS.
- (c) In the event of a scrip dividend, the allotted shares shall be deposited directly to the respective Client Accounts, as per the information provided by the Company Secretary to the CDS.

8.3 Issue of shares credited as fully paid up by way of capitalization of reserves

In the event of a Listed Entity issuing shares credited as fully paid up by way of capitalization of reserves, the CDS shall furnish the Company Secretary of the Listed Entity a list of Account Holders with their respective holdings with regard to that Security as at the Record Date.

The newly allotted shares shall be deposited directly to the respective Client accounts as per the information provided by the Company Secretary to the CDS.

8.4 Rights issues

- (a) In the event of a Listed Entity issuing Rights, the CDS shall furnish the Company Secretary of the Listed Entity a list of Account Holders with their respective holdings with regard to that Security as at the Record Date.
- (b) The Listed Entity shall dispatch/make available the Provisional Letters of Allotment to the respective Account, subject to Rule 8.1 (c).
- (c) The CDS shall directly deposit the Rights to the respective CDS Accounts of the Shareholders based on the instructions received from the Listed Companies and/or such other issuers of Securities.
- (d) Shareholders of the Listed Entity may renounce their respective Rights only through the CDS. For this purpose, Shareholders who maintain their shareholding outside the CDS in scrip form shall deposit the duly perfected Provisional Letter of Allotment in the respective Client Account in the CDS through the Participant, in accordance with the procedure for dematerializing evidence of title set out in the CDS Operational Guidelines and Procedures applicable from time to time. Such deposits shall be permitted during the period of renunciation of the Rights, as defined in the Listing Rules of the CSE.

The Account Holder may trade on such Rights through the Participant during the period of renunciation of the Rights as defined in the Listing Rules of the CSE.

- (e) The CDS shall submit to the Participants a list of Account Holders who hold Rights in the CDS through such Participant with their respective holdings in Rights one (1) Market Date immediately preceding the last date of payment and acceptance of such rights. Payments in respect of the Rights shares subscribed for by the Account Holders in the CDS shall be submitted to the Listed Entity in the manner specified by the CDS.

Details of any Rights not subscribed by Account Holders shall be notified by the respective Participants to the CDS by 10.30 hours on the last date of payment and acceptance of Rights. Such Rights not subscribed by Account Holders will be duly withdrawn by the CDS.

- (f) Any Rights duly subscribed by the Account Holders in the CDS, shall be converted to shares as per the instructions given by the Company Secretary of the Listed Entity upon the listing of such shares on the CSE pursuant to the Rights issue.