



**FOR ALL CONCERNED**

**APPROVAL OF MINIMUM NUMBER OF SUBSCRIBERS AND APPLICABILITY OF LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019 (“CCG REGULATIONS”) FOR COMPANIES LISTED ON GROWTH ENTERPRISE MARKET (GEM)**

The clauses 5A.2 (h) and 5A.10 of Chapter 5A [Regulations Governing Listing and Trading of Equity Securities on Growth Enterprise Market] of PSX Regulations respectively specify that the minimum number of subscribers and applicability of CCG Regulations for companies getting listed on GEM, shall be as approved by the Securities and Exchange Commission of Pakistan (SECP).

In this regard, the SECP has approved the following with effect from September 04, 2020:

- (1) The minimum number of subscribers shall not be less than five (5).
- (2) Within two (2) years after listing on GEM Board, the company shall comply with following requirements of CCG Regulations:
  - (a) Audit Committee comprising of independent members;
  - (b) Female representation on the Board; and
  - (c) Minimum number of independent directors as specified in the CCG Regulations.

After two (2) years of listing, the company can apply for relaxation of one (1) more year from the CCG, if it is compliant with the aforesaid requirements.

All concerned are advised to note the above.

  
**ABBAS MIRZA**  
Acting Chief Regulatory Officer

**Cc:**

1. The Additional Director/HOD, PMADD, SMD, SECP
2. The Chief Executive Officer, PSX
3. The Chief Executive Officer, CDC
4. The Chief Executive Officer, NCCPL
5. The Chief Executive Officer, PMEX
6. All Head of Departments, PSX
7. All Listed Companies of PSX through PUCARS
8. Notice Board & Website of PSX