

SHAREHOLDERS RIGHTS

Introduction

The Corporate Governance Framework of TRAFCO GROUP B.S.C. Company (the “Company” or TRAFCO) protects and facilitates the Shareholders Rights and obligations, as set by the Company’s Memorandum of Articles of Association, Bahrain Bourse (BHB) and the Central Bank of Bahrain (CBB).

Controllers and Minority Shareholders

All TRAFCO’s Shareholders are treated equally. All shares carry the same rights and all Shareholders should be able to obtain information about their rights and obligation.

Minority Shareholders must be protected from abusive actions by, or in the interest of, controlling Shareholders acting either directly or indirectly, and must have effective means of redress, in accordance with the commercial law.

Shareholders Rights

Each share confers upon its holder equal rights and obligations. A Shareholder shall have the following rights in particular:

- Receiving dividends approved for distribution to the Shareholders.
- The right to division of its assets upon dissolution and liquidation, as per the law. Upon distributing any profit, TRAFCO shall pay profit to the Shareholder entitled at the date of announcement and who is registered in the Company’s records as the final Shareholder, upon approval of the financial statements and dividends by the General Assembly Meeting (AGM) as far as the Company’s assets are concerned the latest Shareholders registered in the Company’s records will be the sole person who is entitled to receive the share value such in assets.
- Receiving a printed brochure including previous year’s balance sheet, profit and loss account, the report of the Board of Directors and the report of the Auditors.
- Disposing of the Shares owned by him and enjoying a priority to subscribe for the new Shares in accordance with provisions of the law.
- Obtaining informations with regard to company’s operations, as per the law.
- Attending AGM or EGM meetings in person or by proxy, as per the commercial law.