



DIVISION OF PUBLICLY HELD COMPANIES



RELEVANT LEGISLATION

- **Capital Market Law**
- **Capital Markets Board (CMB) Communiqué Serial:I No:26 Principles regarding Registration with the Capital Markets Board and Sale of Shares**



DIVISION OF PUBLICLY HELD COMPANIES

➤ **Scope: Publicly held companies**

➤ **Divisions covered:**

✓ **Division by formation of a new company**



DIVISION OF PUBLICLY HELD COMPANIES

In the case of the establishment of a new company (or companies) by allocating the minimum 15% of the total assets in the latest balance sheet or by terminating the legal personality of publicly held company, the shares of the new company should be registered with the CMB.



DIVISION PROCEDURE

- **Similar to the procedure in mergers;**
 - ✓ **independent auditing for financial statements forming the basis of the division,**
 - ✓ **publication of an announcement to shareholders,**
 - ✓ **registration of securities with the CMB**

- **CMB permits only to partial division by the formation of new companies**



THANK YOU FOR YOUR ATTENTION