



MEMORANDUM

CN - No. 2018-0045

The Philippine Stock Exchange, Inc.

<input type="checkbox"/>	Trading Rules	<input type="checkbox"/>	Computer Systems Update
<input type="checkbox"/>	Membership Rules	<input type="checkbox"/>	Administrative Matters
<input checked="" type="checkbox"/>	Listing Rules	<input type="checkbox"/>	Others:

TO : ALL MARKET PARTICIPANTS AND STAKEHOLDERS

SUBJECT : AMENDMENTS TO LISTING RULES

DATE : September 12, 2018

Please be advised that the Securities and Exchange Commission (“SEC”) has approved the amendments to Article III, Part F, Section 3 of the Consolidated Listing and Disclosure Rules (“Amended LSI Rules”).

The amendments pertain to (i) increasing the maximum subscription of local small investors (“LSIs”) from ₱25,000 to ₱100,000; (ii) removal of the ten percent (10%) discount for LSIs; (iii) requiring the issuer to provide an appropriate distribution mechanism to facilitate greater LSI participation nationwide; and (iv) requiring the issuer to prioritize LSIs with subscriptions lower than ₱100,000 in the allocation. The official copy of the Amended LSI Rules is attached as **Annex “A”**.

The amended LSI Rules will take effect immediately.

For your information and guidance.

(Original Signed)
 Ramon S. Monzon
 President and CEO

CTD/HRAD	MOD/TD	IRD	CMDD/CPIRD	OGC/CGO	COO
Tel. No. 688-7561/7447	Tel. No. 8914430//688-7480	Tel. No. 688-7510	Tel. No. 688-7534/866-7529	Tel. No. 688-7411/688-7471	Tel. No. 688-7413

**ARTICLE III
EQUITY SECURITIES****PART F
DISTRIBUTION OF INITIAL PUBLIC OFFERING
SHARES THROUGH THE EXCHANGE**

x x x

SECTION 3. Allocation to Local Small Investors. - The allocation to the "local small investors" or "LSI" shall be at least ten percent (10%) of the entire IPO which shall be offered only after the effectivity of the registration statement and during the formal offering period. The issuer shall provide the appropriate distribution mechanism to facilitate greater participation in the LSI allocation nationwide.

The term "local small investor" or "LSI" is defined as a "share subscriber" who is willing to subscribe to a minimum board lot and whose subscription does not exceed One Hundred Thousand Pesos (₱100,000.00). The Exchange may set another maximum subscription amount, subject to approval by the Commission, on a case to case basis for offer sizes beyond Five Billion Pesos to help facilitate greater participation and subscription to the LSI allocation. In the event of an over or under subscription in the ten percent (10%) offer, a "clawback" or a "clawforward" mechanism shall be implemented.



The issuer shall submit a mechanism that will prioritize subscriptions of small investors with amounts lower than ₱100,000 in the 10% allocation for local small investors. The same shall be reflected in the registration statement covering IPO.

THE PHILIPPINE STOCK EXCHANGE, INC.



RAMON S. MONZON
President and CEO



ROEL A. REFRAN
Chief Operating Officer

SECURITIES AND EXCHANGE COMMISSION:



VICENTE GRACIANO P. FELIZMENIO, JR.

Director

Markets and Securities Regulation Department