

**ANNEXURE 1**

**RULES OF BURSA MALAYSIA DEPOSITORY SDN BHD**

**RULE AMENDMENTS IN CONNECTION WITH THE REVAMP OF THE RULES OF BURSA MALAYSIA SECURITIES BERHAD**

<b>EXISTING PROVISIONS</b>		<b>AMENDED PROVISIONS</b>
<b>Rule 1.01</b>	<p><b>Rule 1.01 Definition:</b></p> <p>“book-entry delivery” in the case of prescribed securities means the simultaneous debiting of the delivering depositor’s and/or the selling depositor’s securities account with the number of prescribed securities sold and the crediting of the receiving depositor’s and/or the purchasing depositor’s securities account with the number of prescribed securities purchased both in respect of a trade done on (T) in accordance with the Rules of the Stock Exchange and the Rules of the Clearing House</p>	<p><b>Rule 1.01 Definition:</b></p> <p>“book-entry delivery” in the case of prescribed securities means the <del>simultaneous</del> debiting of the delivering depositor’s and/or the selling depositor’s securities account with the number of prescribed securities sold and the crediting of the receiving depositor’s and/or the purchasing depositor’s securities account with the number of prescribed securities purchased both in respect of a trade done on (T) in accordance with the Rules of the Stock Exchange and the Rules of the Clearing House</p>
<b>Rule 6.06</b>	<p><b>Rule 6.06 Status of securities pending verification:</b></p> <p>(1) <b>Securities in suspense:</b> Where prescribed securities are deposited with the Depository under these Rules, pending verification by the issuers pursuant to Rule 18.03, such securities shall be credited into the securities accounts of the respective depositors and designated as “securities in suspense”. However during the transitional period, the Depository is authorised to utilise such securities in suspense belonging to a selling depositor for settlement purposes subject to any buying-in requirements under the Rules of the Stock Exchange.</p> <p>(2) <b>Depositor not to perform Depositor’s Transactions:</b> Where unlisted securities are deposited with the Depository under these Rules, pending verification by the issuers pursuant to Rule 18.03, no depositor’s transactions as defined under Rule 25.04(2) shall be allowed with respect to the unlisted securities and such additional securities credited as the case may be,</p>	<p><b>Rule 6.06 Status of securities pending verification:</b></p> <p>(1) <b>Securities in suspense:</b> Where prescribed securities are deposited with the Depository under these Rules, pending verification by the issuers pursuant to Rule 18.03, such securities shall be credited into the securities accounts of the respective depositors and designated as “securities in suspense”. However during the transitional period, the Depository is authorised to utilise such securities in suspense belonging to a selling depositor for settlement purposes subject to any buying-in requirements under the Rules of the Stock Exchange <u>and the Rules of the Clearing House.</u></p> <p>(2) <b>Depositor not to perform Depositor’s Transactions:</b> Where unlisted securities are deposited with the Depository under these Rules, pending verification by the issuers pursuant to Rule 18.03, no depositor’s transactions as defined under Rule 25.04(2) shall be allowed with respect to the unlisted securities and such additional securities credited as the case may be, arising from any</p>

EXISTING PROVISIONS		AMENDED PROVISIONS
	arising from any corporate actions in relation to the unlisted securities, notwithstanding the crediting of those securities into the securities accounts of the respective depositors.	corporate actions in relation to the unlisted securities, notwithstanding the crediting of those securities into the securities accounts of the respective depositors.
<b>Rule 10.05</b>	<p><b>Rule 10.05 Delivery of securities:</b></p> <p>(1) <b>Book-entry delivery:</b> The book-entry delivery of any deposited security pursuant to trade done on 'T' shall be effected by the Depository through the computer system on a book entry basis between the securities account.</p> <p>(2) <b>Validity of accounts:</b> Pursuant to a trade done (T) the Depository shall, upon receipt of the daily trade information from the Stock Exchange or its agent, verify the validity of the account numbers of the respective receiving and/or purchasing and delivering/selling depositors.</p> <p>(3) <b>Transfer by book–entry delivery:</b> Upon verification of the account numbers pursuant to Rule 10.05(2) and provided however there are sufficient securities in the delivering/selling depositor's account during the processing for book entry delivery on the Settlement Date, the Depository shall proceed to transfer from the delivering/selling depositor's account to the receiving/purchasing depositor's account the appropriate amount of deposited securities.</p> <p>(4) <b>Failed Trade:</b> Where during the processing for book entry delivery on Settlement Date, it is discovered that there are none or insufficient securities in the delivering and/or selling depositor's securities account, the Depository shall report such event to the Stock Exchange or its agent as notified to the Depository as a failed trade, whether partial or as a whole on the part of the delivering and/or selling depositor.</p>	<p><b>Rule 10.05 Delivery of securities:</b></p> <p>(1) <b>Book-entry delivery:</b> The book-entry delivery of any deposited security pursuant to trade done on 'T' shall be effected by the Depository through the computer system on a book entry basis between the securities account.</p> <p>(2) <b>Validity of accounts:</b> Pursuant to a trade done (T) the Depository shall, upon receipt of the daily trade information from the <u>Clearing House or the Stock Exchange acting on the instructions of the Clearing House</u><del>or its agent</del>, verify the validity of the account numbers of the respective receiving and/or purchasing and delivering/selling depositors.</p> <p>(3) <b>Transfer by book–entry delivery:</b> Upon verification of the account numbers pursuant to Rule 10.05(2) and provided however there are sufficient securities in the delivering/selling depositor's account during the processing for book entry delivery on the Settlement Date, the Depository shall proceed to transfer from the delivering/selling depositor's account to the receiving/purchasing depositor's account the appropriate amount of deposited securities.</p> <p>(4) <b>Failed Trade:</b> Where during the processing for book entry delivery on Settlement Date, it is discovered that there are none or insufficient securities in the delivering and/or selling depositor's securities account, the Depository shall report such event to the <u>Stock Exchange Clearing House or on the instructions of the Clearing House, the Stock Exchange</u><del>its agent as notified to the Depository</del> as a failed trade, whether partial or as a whole on the part of the delivering and/or selling depositor.</p>

EXISTING PROVISIONS		AMENDED PROVISIONS	
<b>Rule 10.11</b>	<p><b>Rule 10.11 Cash settlement:</b></p> <p>Settlement of cash between the participating organisations and the Clearing House shall be made in accordance with the Rules of the Stock Exchange.</p>	<b>Rule 10.11</b>	<p><b>Cash settlement:</b></p> <p>Settlement of cash between the participating organisations and the Clearing House shall be made in accordance with the Rules of the <del>Stock Exchange</del><u>Clearing House</u>.</p>
<b>Rule 11.02</b>	<p><b>Rule 11.02 Report for insufficient securities for delivery:</b></p> <p>After the processing for book entry delivery on Settlement Date, a report containing information on the delivering and/or selling depositors' securities accounts for which there are no or insufficient deposited securities for book-entry delivery, shall be transmitted by the Depository to the Stock Exchange for the appropriate action. Any such report transmitted to the Stock Exchange pursuant to this Rule shall be <i>prima facie</i> evidence of the truth of the matters so reported.</p>	<b>Rule 11.02</b>	<p><b>Report for insufficient securities for delivery:</b></p> <p>After the processing for book entry delivery on Settlement Date, a report containing information on the delivering and/or selling depositors' securities accounts for which there are no or insufficient deposited securities for book-entry delivery, shall be transmitted by the Depository to the <u>Clearing House or if instructed by the Clearing House, the</u> Stock Exchange for the appropriate action. Any such report transmitted to the <u>Clearing House or the</u> Stock Exchange pursuant to this Rule shall be <i>prima facie</i> evidence of the truth of the matters so reported.</p>

[End of Rule Amendments]