

BURSA MALAYSIA DERIVATIVES BERHAD

Date : 28 March 2007

Trading Participant Circular : 10/2007

- 1. AMENDMENTS TO THE RULES OF BURSA MALAYSIA DERIVATIVES BERHAD (BURSA DERIVATIVES) PERTAINING TO TRADING FEES**
 - 2. TRADING FEE INCENTIVES**
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1. Amendments to the Rules of Bursa Derivatives Pertaining to Trading Fees

In respect of the above matter, please be informed that pursuant to Section 6 of the Futures Industry Act 1993, amendments have been made to the Rules of Bursa Derivatives in relation to trading fees as detailed in **Annexure 1** herein, effective from **2 April 2007**.

All rules, directives or circulars in force which make references to or contain provisions relating to the above matters shall have effect from the abovementioned date as if such reference or provisions relate to the amended provisions aforesaid.

2. Trading Fee Incentives Applicable to trades by Locals and Proprietary Trades of Trading Participants

In addition to the above, pursuant to Bursa Depository's powers under Rule 702A.8 and Guideline 3.2 of the Rules of Bursa Derivatives, Bursa Derivatives has hereby revised the trading fee incentives in relation to trades by Local participants and proprietary trades by Trading Participants in relation to FKB3, FMG3, FMG5 and FMGA as per detailed in **Annexure 2** herein, effective from **2 April 2007**.

All circulars issued and in still operative up to 2 April 2007 in relation to trading fee incentives pertaining to the above products are hereby revoked.

Please direct any queries you may have in relation to the above to the following persons at the respective telephone numbers:

- i. Ms Shohbana Vythy (03-20347312) in relation to enquiries pertaining to rule amendments.
- ii. Ms Angeline Yap (03-20347188) in relation to enquiries pertaining to the trading fee incentives.

This circular is available on Bursa Malaysia's website at this link:http://www.bursamalaysia.com/website/bm/rules_and_regulations/bursa_rules/bm_derivatives.html

Legal Advisory & Corporate Legal Affairs

Date: 28 March 2007

ANNEXURE 1

PROPOSED AMENDMENTS TO THE RULES OF BURSA MALAYSIA DERIVATIVES BERHAD PURSUANT TO THE REDUCTION OF TRADING FEES

Existing Rules							Amended Rules									
3.2.1 Trading Fees							3.2.1 Trading Fees Applicable to Outright Trades									
	Fee Items	Stock Index Futures Contract	Stock Index Option Contract	Three-Month KLIBOR Contract	Crude Palm Oil Futures Contract	5-Year MGS Futures Contract		Fee Items	Stock Index Futures Contract	Stock Index Option Contract	Three-Month KLIBOR Contract	Crude Palm Oil Futures Contract	5-Year MGS Futures Contract			
a.	General trading fees	RM 5	RM9	RM2	RM3	RM2		a.	General trading fees	RM 4	RM9	RM0.50	RM2	RM0.50		
b.	Trading fees for market makers	Not applicable	RM2.70	Not applicable	Not Applicable	RM1		b.	Trading fees for market makers	Not applicable	RM2.70	Not applicable	Not Applicable	RM1		
c.	Trading fees for Local Participant	RM 5	RM9	RM2	RM3	RM2		c.	Trading fees for Local Participant	RM 4	RM9	RM0.50	RM2	RM0.50		
(Continued)							(Continued)									
	Fee Items	3-Year MGS Futures Contract	10-Year MGS Futures Contract	Crude Palm Kernel Oil Futures Contract	Single Stock Futures Contract				Fee Items	3-Year MGS Futures Contract	10-Year MGS Futures Contract	Crude Palm Kernel Oil Futures Contract	Single Stock Futures Contract			
					Tier 1	Tier 2	Tier 3						Tier 1	Tier 2	Tier 3	
a.	General trading fees	RM2	RM2	RM5	RM1	RM3	RM5		a.	General trading fees	RM0.50	RM0.50	RM5	RM1	RM3	RM5
b.	Trading fees for market makers	RM1	RM1	RM2.50	Not applicable	Not applicable	Not applicable		b.	Trading fees for market makers	RM1	RM1	RM2.50	Not applicable	Not applicable	Not applicable

ANNEXURE 1

Existing Rules								Amended Rules							
c.	Trading fees for Local Participant	RM2	RM2	RM3	RM0.50	RM1.50	RM2.50	c.	Trading fees for Local Participant	RM0.50	RM0.50	RM3	RM0.50	RM1.50	RM2.50
<p>Note: The Exchange shall prescribe from time to time, the various Single Stock Futures Contract that fall within Tier 1, 2 or 3</p>								<p>Note: The Exchange shall prescribe from time to time, the various Single Stock Futures Contract that fall within Tier 1, 2 or 3</p>							

ANNEXURE 2

Revised Trading Fee Incentives

Trading Fee Incentive Scheme for Trades by Locals and Proprietary Trades of Trading Participants

PRODUCT	Trading Fee (RM) per Contract	
	Current	Revised
FKB3/FMG3/FMG5/FMGA		
▪ Day Trade	1.00	0.25
▪ Scratch Trade	0	0
▪ Spread Trade	1.00	0.25