



**AMENDMENTS TO THE PARTICIPATING ORGANISATIONS' DIRECTIVES UNDER THE RULES
OF BURSA MALAYSIA SECURITIES BHD
TO UPDATE THE REQUIREMENTS ON ACCOUNT OPENING AND CLIENT ONBOARDING**

DIRECTIVES ON CONDUCT OF BUSINESS – NO. 5-001

PARAGRAPH	CURRENT PROVISION	PARAGRAPH	AMENDED PROVISION
9.1(1)	<p>9.1 Authentication of account opening application</p> <p>(1) Participating Organisation must take all reasonable steps to verify, by reliable means, the Client's identity and the authenticity of the application before a Participating Organisation opens a trading account for the Client.</p>	9.1(1)	<p>9.1 Authentication of account opening application <u>for individual Client</u></p> <p>(1) Participating Organisation must take all reasonable steps to verify, by reliable means, the <u>individual</u> Client's identity and the authenticity of the application before a Participating Organisation opens a trading account for the Client.</p>
9.1(4)	<p>(4) In conducting a Non Face-to-face Verification, a Participating Organisation must verify the Client's identity and the authenticity of the application through 1 or more of the following methods:</p> <p>(a) obtain confirmation of the Client's identity from an independent source, for example, by contacting the human resources department of the Client's employer on a listed business number to confirm his employment;</p> <p>(b) receive and encash a personal cheque of the Client for an amount of not less than RM100, where the name appearing on the cheque and the signature of the Client on the cheque must match the name and signature of the Client in the account opening application form;</p>	9.1(4)	<p>(4) In conducting a Non Face-to-face Verification, a Participating Organisation must verify the Client's identity and the authenticity of the application through 1 or more of the following methods:</p> <p>(a) obtain confirmation of the Client's identity from an independent source, for example, by contacting the human resources department of the Client's employer on a listed business number to confirm his employment;</p> <p>(b) receive and encash a personal cheque of the Client for an amount of not less than RM100, where the name appearing on the cheque and the signature of the Client on the cheque must match the name and signature of the Client in the account opening application form;</p>

ANNEXURE 1
Amendments to
Update the Requirements on Account Opening
and Client Onboarding



PARAGRAPH	CURRENT PROVISION	PARAGRAPH	AMENDED PROVISION
	<p>(c) initiate face-to-face contact with the Client through an electronic mode including a video conference facility; or</p> <p>(d) obtain confirmation of the Client's identity and relevant details of the Client from another entity within the Participating Organisation's Group which has previously verified the Client's identity in accordance with such entity's standard operating procedures and ensure that the details of the Client obtained from such other entity match the information in the Client's account opening application form.</p>		<p>(c) initiate face-to-face contact with the Client through an electronic mode including a video conference facility <u>or a video recording of the Client; or</u></p> <p>(d) obtain confirmation of the Client's identity and relevant details of the Client from another entity within the Participating Organisation's Group which <u>is a reporting institution under the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 and</u> has previously verified the Client's identity in accordance with such entity's standard operating procedures and ensure that the details of the Client obtained from such other entity match the information in the Client's account opening application form.:-</p> <p><u>(e) request the Client to make a nominal payment to the Participating Organisation from his own account with a licensed bank under the Financial Services Act 2013 or licensed Islamic bank under the Islamic Financial Services Act 2013 or the Participating Organisation transfers a nominal sum into the Client's account; or</u></p> <p><u>(f) use any other technology solution to verify the identity of a Client including, but not limited to, biometric</u></p>

ANNEXURE 1
Amendments to
Update the Requirements on Account Opening
and Client Onboarding



PARAGRAPH	CURRENT PROVISION	PARAGRAPH	AMENDED PROVISION
			<u>technologies, which is able to verify the Client's identity effectively.</u>

[End of Amendments to Directive No. 5-001]