

ANNEXURE A

RULES OF BURSA MALAYSIA DEPOSITORY SDN BHD (“BMDepo”)

RULE AMENDMENTS CONSEQUENTIAL TO FACILITATE DEMATERIALISATION  
 OF SECURITIES DEPOSITED WITH BURSA MALAYSIA DEPOSITORY SDN BHD

RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
Rule 1.01	<p><b>Definition:</b></p> <p>“(D)” means the market day on which a depositor deposits a scrip with an authorised depository agent pursuant to chapter 27.0;</p>	Rule 1.01	<p><b>Definition:</b></p> <p><del>“(D)” means the market day on which a depositor deposits a scrip with an authorised depository agent pursuant to chapter 27.0;</del></p>	This definition is deleted as it is no longer referred to in these rules.
Rule 1.02	<p><b>Additional Definitions:</b></p> <p>(1) Definitions under the Act: The following words and expressions shall have the meaning assigned to them respectively under section 2(1) of the Act, unless the context otherwise requires, namely-</p> <p>...</p> <p>“scrip”</p>	Rule 1.02	<p><b>Additional Definitions:</b></p> <p>(1) Definitions under the Act: The following words and expressions shall have the meaning assigned to them respectively under section 2(1) of the Act, unless the context otherwise requires, namely-</p> <p>...</p> <p>“scrip”</p>	<p>There are no changes to this provision and it is included for completeness.</p> <p>The Securities Industry (Central Depositories) Act 1991 (“SICDA”) states that “scrip” means any document that is, or is a document of title to, a security.</p>
Chapter 6.0	<p><b>Deposit of Scrips by Authorised Depository Agents</b></p>	Chapter 6.0	<del>Deleted.</del>	The entire Chapter 6 of the Rules of BMDepo is deleted as the process for deposit of securities is simplified under the dematerialised framework and it will be the issuer that will facilitate the process by accepting deposits from its securities

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				holders instead of the authorised depository agents (“ADAs”).
<b>Rule 6.01</b>	<p><b>Prescribed securities and unlisted securities:</b></p> <p><b>Securities accepted for deposit:</b> All authorised depository agents shall accept prescribed securities and unlisted securities to be deposited with the Depository provided always that the requirements for deposit as stipulated in Rule 6.04 have been fully complied with.</p>	<b>Rule 6.01</b>	<u>Deleted.</u>	This provision is deleted following the simplified process for deposit of securities.
<b>Rule 6.01A</b>	<p><b>Mandatory deposits:</b></p> <p>(1) <b>Deposits upon prescription of securities listed or proposed to be listed:</b> Upon prescription of any securities listed or proposed to be listed on the Stock Exchange the holders of those securities shall deposit the securities within the prescribed date with the Depository.</p> <p>(2) <b>Deposits of existing prescribed securities:</b> All holders of existing prescribed securities shall deposit their securities with the Depository within the time frame stipulated in the Act.</p> <p>(3) <b>Exception to mandatory deposits:</b></p>	<b>Rule 6.01 A</b>	<u>Deleted.</u>	This provision is deleted following the simplified process for deposit of securities.

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	<p>(a) Rule 6.01A(1) and Rule 6.01A(2) shall not apply to the following securities or class of securities of an issuer -</p> <p>(i) Deleted</p> <p>(ii) securities or class of securities of an issuer listed, quoted or traded on a stock market other than a stock market of the Stock Exchange, as may be prescribed by the Depository; or</p> <p>(iii) any other securities or class of securities of an issuer, as may be determined by the Depository after consultation with the Commission. (hereinafter referred to as “the Exempted Securities”)</p> <p>(b) The Depository may with respect to the Exempted Securities prescribe-</p> <p>(i) the period of exemption; and</p> <p>(ii) upon the expiry of the period of exemption, the manner of deposit of the same.</p>			

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<p><b>Rule 6.03</b></p>	<p><b>Deposit Period:</b></p> <p>(1) <b>Prescribed securities:</b> Prescribed securities shall be deposited with the Depository via the authorised depository agents with or through whom securities accounts are maintained from the deposit date.</p> <p>(2) <b>Unlisted securities:</b> Unlisted securities of an issuer may be deposited at any time and from time to time with the Depository via the authorised depository agents with or through whom securities accounts are maintained on or after the date the Depository prescribes such securities of the issuer as being eligible for deposit.</p>	<p><b>Rule 6.03</b></p>	<p><u>Deleted.</u></p>	<p>This provision is deleted following the simplified process for deposit of securities.</p>
<p><b>Rule 6.04</b></p>	<p><b>Procedures for deposits:</b></p> <p>(1) <b>One deposit form for each type of security:</b> When a depositor lodges with an authorised depository agent, two or more types of prescribed or unlisted securities to be deposited with the Depository, the agents shall ensure that the depositor completes a separate prescribed form for each type of security.</p>	<p><b>Rule 6.04</b></p>	<p><u>Deleted.</u></p>	<p>Rules 6.04(1) and (2) are deleted following the simplified process for deposit of securities.</p> <p>Rule 6.04(2A) is also removed as there is no distinction made in the processing to deposit moratorium and non-moratorium securities moving forward.</p> <p>Additionally, Rule 6.04(3) is removed as this term ('good for delivery') is no longer referred to in the revised provisions.</p>

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	<p>(2) <b>Documents to lodge:</b> It shall be the responsibility of the authorised depository agent, in processing a deposit of scrip lodged by a depositor (hereinafter in this chapter such deposit is referred to as a “Deposit”), to check and ensure the completeness, accuracy and genuineness of the documents lodged as follows-</p> <ul style="list-style-type: none"> <li>(a) the prescribed form (deposit request), if any, fully and properly completed in triplicate;</li> <li>(b) that the scrips and instruments of transfer to be deposited are “good for delivery” and that such scrips are those mentioned in the deposit request form; and</li> <li>(c) such other accompanying documents duly processed in such manner as the Depository may, from time to time, determine in its Procedures Manual.</li> </ul> <p>A fee prescribed in Part VII of these Rules shall be collected by the authorised depository agent on behalf of the Depository when a depositor submits the above documents.</p> <p>(2A) (a) Deleted</p>			

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	<p>(b) <b>Moratorium securities:</b></p> <p>(i) Moratorium securities shall be deposited into the securities account of the person whose name appears on the scrip unless permitted otherwise by the Commission and the securities shall be placed under suspense.</p> <p>(ii) All moratorium securities deposited pursuant to Rule 6.04(2A)(b)(i), shall, in the securities account be designated as moratorium securities and the designation shall be removed after the expiry of then moratorium period upon confirmation by the issuer.</p> <p>(3) <b>“good for delivery”:</b> For the purposes of this chapter, a scrip and the instrument of transfer is good for delivery if-</p> <p>(a) the scrip has not been reported lost or stolen at the time of deposit;</p> <p>(b) the scrip has been issued in accordance with section 97 of the Companies Act 2016; and</p>			

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	<p>(c) the instrument of transfer has been duly executed by the transferor and duly witnessed by a person other than the transferor’s spouse and presented with such other documents, if any, as may be required by the issuer concerned to enable lawful registration of the transfer to be effected notwithstanding that the transferee’s portion of the instrument of transfer be left uncompleted (blank).</p>			
<p><b>Rule 6.05</b></p>	<p><b>Processing of deposits:</b></p> <p>(1) <b>Processing period:</b> Any information relating to a deposit shall be recorded by the computer system if the appropriate entries are made by an authorised depository agent before 12.30 p.m. on any date of lodgement (D). All entries entered in after 12.30 p.m. on (D) shall be updated by the computer system on the following market day.</p> <p>(1A) <b>Lodging period:</b> All deposits of scrips lodged by a depositor with an authorised depository agent before 12.00 p.m. on any market day shall be entered by the authorised depository</p>	<p><b>Rule 6.05</b></p>	<p><u>Deleted.</u></p>	<p>This provision is deleted following the simplified process for deposit of securities.</p> <p>Specifically Rule 6.05(2) is deleted as there is no longer a transfer form required for deposit of securities with BMDepo.</p>

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	<p>agent into the computer system before 12.30 p.m. on the same market day.</p> <p>(1B) <b>Securities account:</b> An authorised depository agent shall ensure that the entries for deposits are only made into the securities account of the beneficial owners or the authorised nominees of the deposited securities.</p> <p>(2) <b>Depository to execute as transferee:</b> All documents required with respect to a deposit of prescribed and unlisted security shall be forwarded by the authorised depository agent duly processed (with the instrument of transfer and in the case of prescribed security only the transferee part duly certificated and signed by the authorised depository agent in favour of the Bursa Malaysia Depository Nominees Sdn. Bhd.) to the Depository.</p> <p>(3) <b>Time period for delivery:</b> Where an authorised depository agent is located within the Kuala Lumpur-Klang Valley, the authorised depository agent shall deliver the necessary documents relating to a deposit to reach the Depository by 4.00 p.m. on (D) itself. All other authorised depository agents located outside of the Kuala Lumpur-Klang Valley shall follow the</p>			



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	<p>guidelines for delivery as stated in the Procedures Manual.</p> <p>(4) <b>Delivery to the issuer:</b> All necessary documents relating to a deposit shall, after proper processing by the Depository, be delivered to the appropriate issuer or its company registrar, as the case may be, by (D+2). It shall be the responsibility of the Depository to ensure that such documents are delivered safely to the issuer or its company registrar, as the case may be, and on time.</p>			
<p><b>Rule 6.06</b></p>	<p><b>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</p>	<p><b>Rule 6.06</b></p>	<p><u>Deleted.</u></p>	<p>Under the current process, the prescribed securities deposited with BMDepo will need to be verified by the company registrar. During the verification process which may take up to 7 days from the date of receipt from BMDepo, the actual deposit of the prescribed securities has not been completed and as such are considered as being in suspense.</p> <p>The purpose of this rule is to facilitate the settlement of securities traded during the prescribed period by the investor during this process.</p> <p>Moving forward under the dematerialised framework the deposit of securities is by the respective issuer on behalf of its securities</p>

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	<p>Stock Exchange and the Rules of the Clearing House.</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 corporate actions in relation to the unlisted securities, notwithstanding the crediting of those securities into the securities accounts of the respective depositors.</p>			<p>holders, thus avoiding any possible delay as in the verification process. In this connection, this provision is no longer relevant and is proposed to be removed.</p>
<p><b>Rule 6.07</b></p>	<p><b>Time is of essence:</b></p> <p>Unless arrangement has been made for delivery via the Depository's courier service, it shall be the responsibility of the authorised depository agents to ensure that such documents relating to any deposit under Rule 6.05 are delivered safely to the Depository and on time as detailed under these Rules, the Procedures Manual or other directives or circulars issued by the Depository. Unless otherwise allowed by the Depository, time</p>	<p><b>Rule 6.07</b></p>	<p><u>Deleted.</u></p>	<p>This provision is deleted following the simplified process for deposit of securities.</p> <p>The obligation of the issuer to ensure all documents in relation to deposit of securities are submitted to BMDepo within the time frame prescribed is found in Rule 18.09.</p>

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	wherever is mentioned in this Rule shall be of essence.			
<b>Rule 6.08</b>	<p><b>Deposit reference number and deposit request forms:</b></p> <p>Every authorised depository agent shall, in relation to a deposit under this chapter, record the deposit reference number generated by the computer system on the deposit request form, if any. A copy of the form shall then be given to the depositor (as acknowledgement) and a second copy given to the Depository.</p>	<b>Rule 6.08</b>	<u>Deleted.</u>	Rule 6.08 is deleted as the deposit of securities is simplified under the dematerialised framework where the prescribed form for deposit of securities is dispensed with. As it will be the issuer that will facilitate the process by accepting deposits from its securities holders, the issuer determines the arrangement or practice for its securities holders to make the deposit of securities.
<b>Rule 6.09</b>	<p><b>Deposit listing:</b></p> <p>A listing shall be generated automatically at the terminal by the computer system indicating all deposits lodged with the authorised depository agent which has been recorded by the computer system and it shall be the responsibility of the authorised depository agent to ensure that the necessary documents relating to such deposits tally with the listing before dispatching the same to the Depository.</p>	<b>Rule 6.09</b>	<u>Deleted.</u>	Rule 6.09 is deleted as the deposit of securities is simplified under the dematerialised framework where it will be the issuer that will facilitate the process by accepting deposits from its securities holders. Thus, it is the duty of the issuer to ensure the documents relating to the deposit provided to BMDepo are accurate and error-free, pursuant to Rule 18.09.
<b>Rule 6.10</b>	<p><b>Accepted deposits:</b></p> <p>Upon confirmation from the respective issuer or its company registrar, as the case may be, that the security underlying a scrip</p>	<b>Rule 6.10</b>	<u>Deleted.</u>	Under the current framework, the securities are first credited by the ADA into the depositor’s account, albeit “under suspense”. Only after the deposit request has been processed by both BMDepo and the

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	<p>is capable of being transferred into the name of Bursa Malaysia Depository Nominees Sdn. Bhd. in accordance with Rule 18.03, such security shall be immediately redesignated by the Depository as “free securities”. However, in circumstances where the authorised depository agent requires the confirmation from the issuer at an earlier date the Depository may, on a case by case basis, allow such security to be redesignated as “free securities” provided that the agent provides an indemnity in a form acceptable to the Depository and the issuer to provide replacement securities, whether wholly or in part, and to pay for any fees and charges involved in obtaining such securities in the event that the former security underlying the scrip is incapable of registration.</p>			<p>issuer/company registrar are the securities either changed in status from “under suspense” to “free balance”, or where the deposit is rejected by the issuer/company registrar or BMDepo, the securities are debited from the depositor’s account.</p> <p>Under the dematerialised framework, the securities are only credited into the depositor’s account at the end of deposit process, i.e. after the deposit request has been processed by both the issuer/company registrar and BMDepo.</p> <p>As such, moving forward, this provision is not relevant under the dematerialized framework and is proposed to be removed.</p>
<p><b>Rule 6.11</b></p>	<p><b>Rejected deposits:</b></p> <p>Documents relating to a deposit which have been rejected by the Depository and listed in the Rejection Covering Letter and Report issued by the Depository shall, unless withheld for investigation purposes, be returned as “Rejected Securities” and the securities in respect thereof shall be debited from the securities account of the relevant depositor.</p>	<p><b>Rule 6.11</b></p>	<p><u>Deleted.</u></p>	<p>Under the dematerialised framework, the securities are only credited into the depositor’s account at the end of deposit process, i.e. after the deposit request has been processed by both the issuer and BMDepo. There will not be an instance where the securities will be debited from the depositor’s account.</p> <p>As such, this provision is not relevant under the dematerialised framework and is proposed to be removed.</p>

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<p><b>Rule 6.12</b></p>	<p><b>Bare trustee:</b></p> <p>(1) All registrable securities deposited with the Depository shall be held in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. which acts as bare trustee for the depositors.</p> <p>(2) All bearer securities deposited with the Depository are held by the Depository as bare trustee for the depositors.</p>	<p><b>Rule 6.12</b></p>	<p><u>Deleted.</u></p>	<p>This provision is moved to Chapter 18 (Rule 18.12).</p>
<p><b>Rule 6.13</b></p>	<p><b>Misplaced, lost or destruction of scrips:</b></p> <p>The Depository shall not be liable to a depositor for any scrip or instruments of transfers which have been misplaced, lost, destroyed or stolen by any of its authorised depository agents. In the event of any legal suits brought against the Depository by the depositor or any other party by reasons thereof, the agent hereby agrees to indemnify and to hold indemnified the Depository for any loss, damage or liability suffered by the aggrieved party arising from any scrip or instruments of transfers in respect thereof.</p>	<p><b>Rule 6.13</b></p>	<p><u>Deleted.</u></p>	<p>Rule 6.13 is deleted as companies whose securities are to be deposited with BMDepo will need to be dematerialised prior to such deposit taking place (i.e. all share certificates are cancelled) pursuant to the regulations issued under SICDA for dematerialisation framework.</p>
<p><b>Rule 6.14A</b></p>	<p><b>Deposits to the principal or nominee accounts:</b></p>	<p><b>Rule 6.14 A</b></p>	<p><u>Deleted.</u></p>	<p>This provision is deleted following the simplified process for deposit of securities.</p>

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	Deposits made by authorised depository agent to the agent’s principal or nominee accounts shall be subject to the rules in this chapter.			
<b>Rule 6.15</b>	<p><b>No deposits during corporate actions:</b></p> <p>The Depository may refrain any authorised depository agent from accepting any deposits of any particular security for such period of time prescribed by the Depository in relation to any corporate action undertaken by an issuer.</p>	<b>Rule 6.15</b>	<u>Deleted.</u>	This provision is moved to Chapter 18 (Rule 18.05(3)).
<b>Rule 17.01 C</b>	<p><b>Documents required to be provided by foreign corporations:</b></p> <p>(1) Prior to the prescription of the securities of an issuer which is a foreign corporation under section 14 of the Act or the deposit of securities of a foreign corporation with the Depository, the foreign corporation must provide to the Depository:</p> <p>(a) an undertaking in the form of Appendix V or in such other form as the Depository may require; and</p> <p>(b) any other documents, including legal opinions that the Depository may require.</p>	<b>Rule 17.01 C</b>	<p><b>Documents required to be provided by foreign corporations <u>and deposit of securities by foreign corporations:</u></b></p> <p>(1) No change.</p>	<p>Rule 17.01C(2) is introduced to specifically require that foreign corporations depositing its securities with BMDepo are required to comply with the relevant provisions in the Rules of BMDepo and this will encompass companies where the home country is already in a demat environment.</p> <p>However, if the home country of such foreign corporation does not have a dematerialised environment (share certificates still required), the same will be exempted via the Procedures Manual and such companies will be required to deposit the relevant scrips with BMDepo.</p> <p>Rule 17.01C(3) is introduced to cater for the deposit of securities by such foreign corporations where the home country is not</p>

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			<p><u>(2) Where an issuer which is a foreign corporation deposits its securities with the Depository, such issuer must comply with the provisions in Chapter 18 of these Rules unless expressly prescribed otherwise by the Depository.</u></p> <p><u>(3) Where the place of incorporation of the foreign corporation does not facilitate dematerialisation, such issuer which is a foreign corporation must provide scrips representing securities deposited with the Depository in the manner and within the time frame as prescribed by the Depository.</u></p>	<p>in a dematerialised environment and pursuant to the laws of the home country, are still required to issue physical certificates.</p>
Chapter 18.0	Deposit of Physical Scrips, Verification and Registration	Chapter 18.0	<p><del>Deposit of Physical Scrips, Verification and Registration</del> <u>Prescribed Securities and Unlisted Securities</u></p>	<p>The title of this chapter is simplified.</p>
	New provision	<u>Rule 18.01</u>	<p><u>Securities to be dematerialised:</u> <u>An issuer must not issue, and a depositor must not apply for, scrips or any other document evidencing title or ownership in respect of the issuer's securities deposited with the Depository.</u></p>	<p>Rule 18.01 is included to comply with the 'mandatory dematerialisation' requirement in the regulations under SICDA.</p>
	New provision	<u>Rule 18.02</u>	<p><u>Compliance with the Depository's requirements</u></p>	<p>Rule 18.02 is introduced to clearly set out that the issuer must comply with the Depository's requirements vis-à-vis deposit of securities, e.g. the manner and</p>

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			<u>An issuer of prescribed securities or unlisted securities must ensure compliance with the requirements for the deposit of securities with the Depository as prescribed by the Depository.</u>	timeframe for the relevant deposit processes, that are set out in the Rules and Procedures Manuals.
<b>Rule 18.01</b>	<p><b>Prescription of security by the Stock Exchange:</b></p> <p>Where, pursuant to section 14 of the Act, the Stock Exchange is to prescribe a security listed or proposed to be listed on its official list, the Stock Exchange shall, prior to prescribing such security, notify the Commission with respect to-</p> <p>(a) the ability of the issuer or its company registrar of such security, as the case may be, to handle the prescription exercise; and</p> <p>(b) the length of the proposed transitional period required in order to achieve satisfactory results for such prescription exercise.</p>	<del>Rule 18.01</del>	<del>Deleted.</del>	This rule is deleted as it sets out an obligation of the Stock Exchange and not of BMDepo and operationally, BMDepo is not the one notifying the Securities Commission Malaysia (“SC”) of prescription of security. Accordingly, we propose to remove this from the Rules of BMDepo.
<b>Rule 18.02</b>	<p><b>Duty to notify members (or debenture/ interest holders) on conversion as a prescribed security:</b></p> <p>Where a security listed or proposed to be listed for quotation on the official list of the Stock Exchange has been prescribed by the</p>	<del>Rule 18.02</del> <u>3</u>	<p><u>Notification to securities holders on prescribed securities</u></p> <p><u>(1) The Depository will notify an issuer whose securities are listed or proposed to be listed for quotation on the official</u></p>	This provision is redrafted in line with plain language drafting.



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	<p>Stock Exchange as a prescribed security, the Depository shall notify the respective issuer of this matter at least one month prior to the deposit date whereupon the issuer or its company registrar, as the case may be, shall in furtherance thereof serve written notice within seven market days from the deposit date to all its registered members (or debenture/interest holders) that -</p> <p>(a) such security has, from the deposit date, become a prescribed security;</p> <p>(b) no registered member (or debenture/interest holder) shall, from the deposit date, receive any written notice as the transferor in the event that a scrip with his name as the registered owner, together with the relevant instrument of transfer, has been lodged with the Depository to become a deposited security to be credited into a transferee's securities account; and</p> <p>(c) in the event that the member (or debenture/ interest holder) whose scrip has been deposited with the Depository without his knowledge or consent he may lodge a complaint to the Depository.</p>		<p><u>list as soon as reasonably practicable before the deposit date -</u></p> <p><u>(a) that the issuer's securities have been prescribed by the Stock Exchange pursuant to the Act;</u></p> <p><u>(b) the deposit date; and</u></p> <p><u>(c) the prescribed date.</u></p> <p><u>(2) The issuer must notify its securities holders within 7 market days from the deposit date, among others, that:</u></p> <p><u>(a) effective the deposit date, the securities of the issuer have become prescribed securities;</u></p> <p><u>(b) their securities must be deposited with the Depository by the prescribed date; and</u></p> <p><u>(c) notices will not be issued in relation to such securities from the deposit date until such securities are credited into the securities account of the relevant holders.</u></p>	

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	New provision	<u>Rule 18.04</u>	<p><u>Mandatory for prescribed securities to be deposited:</u></p> <p><u>An issuer and its securities holders must deposit all their prescribed securities with the Depository by the prescribed date, in the manner determined by the Depository, unless otherwise exempted by the Depository.</u></p>	<p>This provision only deals with prescribed securities and sets out the position that it is mandatory for such securities to be deposited with the BMDepo. At present, only 2 instances of exemption applies (i) dual listed companies and (ii) broad enabling provision to allow BMDepo to exempt after consultation with the SC. These prescriptive circumstances for exemption from mandatory deposits will be set out in the Procedures Manual.</p> <p>This provision covers both the issuer and securities holder where the former must ensure that its securities are deposited and the latter deposit securities he holds.</p>
	New provision	<u>Rule 18.05</u>	<p><u>Deposit of prescribed securities and unlisted securities by securities holders and validation by issuer</u></p> <p><u>(1) A holder of a prescribed security or unlisted security must comply with the following before depositing his securities with the Depository -</u></p> <p><u>(a) be a depositor with the Depository; and</u></p> <p><u>(b) deposit his securities with and pay the prescribed fees to the Depository through the issuer.</u></p>	<p>Rule 18.05(1) sets out the 1<sup>st</sup> step of the process for depositing securities with BMDepo which is that deposit of all securities must be done via the issuer and also pay the relevant fees.</p> <p>Rule 18.05(1)(a) specifies that only a depositor (i.e. a person who has a securities account) can deposit securities. This is premised on the existing Rule 27.03.</p> <p><b><i>Rule 27.03 Precondition for deposit:</i></b></p> <p><i>Unless he already has an existing securities account, a person who wishes to deposit any prescribed</i></p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
			<p><u>(2) An issuer must validate and ensure that only securities holders registered in its register of members are eligible to deposit their securities with the Depository.</u></p> <p><u>(3) No securities may be deposited during corporate actions unless permitted by the Depository.</u></p>	<p><i>securities or unlisted securities shall first open a securities account.</i></p> <p>Rule 18.05(2) specifies the 2<sup>nd</sup> step where the issuer is required to validate all deposits made to ensure it is done by the genuine owner of the security.</p> <p>Rule 18.05(3) is the redrafted provisions which was previously in Chapter 6 (Rule 6.15).</p>
	New provision	<u>Rule 18.06</u>	<p><u>List of securities for deposit by issuer and verification by Depository</u></p> <p><u>(1) An issuer must provide to the Depository:</u></p> <p><u>(a) a list of its securities holders containing such information as prescribed by the Depository (“the List”); and</u></p> <p><u>(b) the prescribed fees collected from its securities holders,</u></p> <p><u>for purposes of crediting such securities into the relevant securities accounts.</u></p> <p><u>(2) Upon receipt of the List, the Depository will:</u></p>	<p>This provision sets out the 3<sup>rd</sup> and 4<sup>th</sup> steps in the process of depositing securities and the obligations in this regard.</p> <p>Upon the deposit of securities by the securities holder and the same being validated as mentioned in the preceding rule, the issuer is to provide a list along with the fees to BMDepo for verification.</p> <p>BMDepo will verify the details in the list provided as maintained by BMDepo in its CDS system. BMDepo thereafter will provide the results to the issuer.</p>

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			<p><u>(a) verify the information of the shareholders with the records of the Depository;</u><sup>7</sup> and</p> <p><u>(b) provide a list containing the results of the verification to the issuer (“the Verified List”).</u></p>	
	New provision	<u>Rule 18.07</u>	<p><u>Transfer and registration of securities</u></p> <p><u>(1) Upon receipt of the Verified List, the issuer must transfer the securities by entering the name of Bursa Malaysia Depository Nominees Sdn. Bhd. in the register of members in relation to all successfully verified securities holders, unless the issuer:</u></p> <p><u>(a) has been served with an order of court of competent jurisdiction prohibiting any dealings in respect of such securities; or</u></p> <p><u>(b) is bound by an order under regulation 8 of the Essential (Protection of Depositors) Regulations 1986 made by the Central Bank and published in Gazette which prevents the holder of the relevant securities from dealing with any of his monies, properties or assets.</u></p>	<p>This provision sets out the 5<sup>th</sup> step which is obligations of the issuer upon receiving the results of the verification from BMDepo. In essence, the issuer is to transfer the relevant securities of holders that have been successfully verified to BMDepo by registering the name of the BMDepo nominee company into the register of members. Thereafter, the issuer is to submit to BMDepo a letter confirming the transfer and registration and an extract of the register of members showing the name of BMDepo nominee company. The issuer is to also provide the details of the holders of securities who securities have been transferred and registered for purposes of crediting. The crediting of securities will only take place upon receipt of these documents.</p> <p>In relation to securities that cannot be transferred and registered, the issuer is to notify the holder of the security and BMDepo of the same. The issuer is also required to provide a list of this information.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
			<p><u>(2) If the issuer refuses to transfer and register any security which was submitted for deposit, it must notify the relevant security holder and the Depository of the reason for the refusal.</u></p> <p><u>(3) Upon the transfer and registration of the name of Bursa Malaysia Depository Nominees Sdn. Bhd., the issuer must submit to the Depository:</u></p> <p><u>(a) a letter confirming the transfer of securities and registration to the name of Bursa Malaysia Depository Nominees Sdn. Bhd. in the register of members (“Confirmation Letter”); and</u></p> <p><u>(b) an extract of the relevant register of members.</u></p> <p><u>(4) Upon receipt of the documents specified in Rule 18.07(3), the Depository will credit the securities into the securities account of the relevant securities holders accordingly.</u></p>	
	New provision	<u>Rule 18.08</u>	<p><u>Moratorium securities</u></p> <p><u>The Depository will designate all moratorium securities and remove such</u></p>	This is the existing Rule 27.05B which is redrafted in line with plain language drafting and moved here for better flow of the rules.

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
			<u>designation after its expiry upon confirmation by the relevant issuer.</u>	
	New provision	<b><u>Rule 18.09</u></b>	<p><b><u>Documents provided to the Depository</u></b></p> <p><b><u>The issuer must ensure that any documents provided to the Depository:</u></b></p> <p><b><u>(a) comply with the prescriptions made by the Depository in the Procedures Manual, including any time frame stipulated; and</u></b></p> <p><b><u>(b) are accurate and free of error.</u></b></p>	Rule 18.09 is introduced to ensure that the documents provided to BMDepo is accurate and error-free as this will be relied upon by BMDepo to credit the securities into the relevant securities account as set out in Rule 18.07(4).
<b>Rule 18.03</b>	<p><b>Verification of scrips and transfer into the name of the Depository or its nominee company:</b></p> <p>(1) An issuer or its company registrar, as the case may be shall, within seven market days (or such longer period as may be allowed in writing by the Depository) upon receipt of the appropriate documents from the Depository pursuant to Rule 6.05(4) ascertain and notify the Depository whether the security underlying the scrip lodged is capable of being transferred into the name of the Depository or its nominee company.</p>	<b><del>Rule 18.03</del></b>	<b><u>Deleted.</u></b>	<p>In moving towards the dematerialised framework, we are proposing to change the processing of the deposit of securities.</p> <p>Existing Rule 18.03, which sets out the issuer’s obligations vis-à-vis the current deposit of securities process, will be removed as the issuer’s obligations vis-à-vis the revised process for the deposit of securities is now captured in new Rules 18.05 - 18.07.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(2) An issuer shall refuse to register such transfer if-</p> <p>(a) it ascertains that the scrip is not a genuine scrip or is a scrip that was reported lost or destroyed;</p> <p>(b) in relation to any such security, it discovers that -</p> <p style="padding-left: 40px;">(i) there has been duplication in the issuance of the scrip representing that security; or</p> <p style="padding-left: 40px;">(ii) such scrip is a scrip issued in excess of the issued capital of the issuer;</p> <p>(c) it has been served with an order of court of competent jurisdiction prohibiting any dealings in respect of such security underlying such scrip; or</p> <p>(d) an order under regulation 8 of the Essential (Protection of Depositors) Regulations 1986 made by the Central Bank and published in Gazette prevents the person who deposited scrip from dealing with any of his monies, properties or assets.</p>			

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(3) Where the registration of such transfer has not been refused pursuant to Rule 18.03(2), the issuer or its company registrar shall complete and deliver the appropriate certificate duly registered in the name of the Bursa Malaysia Depository Nominees Sdn. Bhd. and the Depository shall then be authorised to credit the securities by book entry as “free securities” in the respective securities accounts of the depositors.</p> <p>(4) Where the registration of such transfer has been refused pursuant to Rule 18.03(2), the issuer or its company registrar, as the case may be, shall prepare a List of Rejected Deposits to indicate all the rejected transfers and serve notice of such rejection on the Depository as well as the transferor with the reasons for such rejection.</p> <p>(5) The List of Rejected Deposits shall be delivered or transmitted by facsimile to the Depository within seven market days (or such longer period as may be allowed in writing by the Depository) after the lodgement of such scrips by the Depository whereupon the issuer or its company registrar shall return the scrips and the relevant instruments of transfers to the</p>			



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	<p>Depository provided however that the same are not required for the purposes of conducting any investigation by the relevant authorities. Upon being notified of such rejection the Depository shall debit such securities from the securities accounts of the respective depositors.</p>			
<p><b>Rule 18.04</b></p>	<p><b>Notification of late delivery to the Depository:</b></p> <p>Where an issuer or its company registrar, as the case may be, is of the opinion that it is unable to ascertain and deliver the appropriate certificate registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. within seven market days it shall submit a request for an extension of time at least forty-eight hours before the expected deadline in writing addressed to the Depository and provided that the former has exercised all due diligence and the requested extension is reasonable depending on the circumstances, the Depository shall do the necessary to grant such a request.</p>	<p><b>Rule 18.104</b></p>	<p><u><b>Request for extension of time by issuer</b></u></p> <p><u>(1) An issuer may request for an extension of time to submit documents required by the Depository if it is unable to comply with the time frame imposed.</u></p> <p><u>(2) Any request for an extension of time to the Depository must be made within the time frame and in the manner prescribed by the Depository.</u></p>	<p>This provision is redrafted in line with plain language drafting.</p>
<p><b>Rule 18.05</b></p>	<p><b>Notification and record of bad scrips:</b></p> <p>The issuer or its company registrar, as the case may be, shall compile a record of all scrips which have been-</p>	<p><del><b>Rule 18.05</b></del></p>	<p><del><b>Deleted.</b></del></p>	<p>The existing Rule 18.05 is deleted as companies whose securities are to be deposited with BMDepo will need to be dematerialised prior to such deposit taking place (i.e. all share certificates are</p>

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	<p>(a) reported lost, missing, stolen or forged;</p> <p>(b) duplicated in excess of the issued share capital of the issuer; and</p> <p>promptly inform the Depository as and when the events or changes arise through out the transitional period.</p>			<p>cancelled) pursuant to the regulations issued under SICDA for dematerialisation framework.</p>
<p><b>Rule 18.06</b></p>	<p>Deleted</p>	<p><del>Rule 18.06</del></p>	<p><del>Deleted.</del></p>	
<p><b>Rule 18.07</b></p>	<p><b>Arrangement for delivery:</b></p> <p>Where there is delivery of a scrip or document to be made in accordance with any rule under this chapter by an issuer or its company registrar, as the case may be, arrangements may be made to utilise the Depository’s courier service whereupon such issuer or its company registrar, as the case may be, shall ensure that the scrip or document shall be made available for collection at its business office during its official business hours. Unless such arrangements have been made with the Depository it shall be the responsibility of the issuer or its company registrar to ensure that the scrip or document is delivered to the Depository and on time.</p>	<p><del>Rule 18.07</del></p>	<p><del>Deleted.</del></p>	<p>This provision is deleted as the obligation to deliver the relevant documents (e.g. lists, confirmation letter, extract of register of members, etc) to BMDepo within the relevant time frame is provided for in these rules.</p> <p>The manner or process in which the delivery is done will be stated in the relevant Procedures Manual.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
Rule 18.08	<p>Transmission of securities to be deposited with the Depository:</p> <p>(1) <b>Types of transmissions to be facilitated:</b> The Depository may prescribe circumstances in which the Depository will facilitate a transmission of securities to be deposited with the Depository.</p> <p>(2) <b>Procedures:</b> The Depository may prescribe the procedures applicable to a transmission of securities to be effected under this rule.</p> <p>(3) <b>Issuer to comply with procedures:</b> The issuer must comply with the procedures applicable to a transmission of securities as may be prescribed by the Depository.</p>	Rule 18.11 <del>08</del>	<p>Transmission of securities <del>to be deposited with the Depository:</del></p> <p>(1) <del>Types of transmissions to be facilitated:</del> The Depository may prescribe circumstances in which the Depository will facilitate a transmission of securities to be deposited with the Depository.<del>Deleted.</del></p> <p>(2) <del>Procedures:</del> The Depository may prescribe the procedures applicable to a transmission of securities to be effected under this rule.<del>Deleted.</del></p> <p>(3) <del>Issuer to comply with procedures:</del> <u>A depositor and the relevant</u> issuer must comply with the procedures applicable to a transmission of securities as may be prescribed by the Depository.</p>	This provision is amended in line with the principle-based approach of the rules and plain language drafting.
	New provision	<u>Rule 18.12</u>	<p><u>Bare trustee</u></p> <p>(1) <u>All registrable securities deposited with the Depository shall be held in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. which acts as bare trustee for the depositors.</u></p> <p>(2) <u>All bearer securities deposited with the Depository are held by the Depository as bare trustee for the depositors.</u></p>	This is an existing provision which is moved from Chapter 6 (Rule 6.12) to Chapter 18.

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
<p><b>Rule 18.09</b></p>	<p><b>Deposited securities being held by a third party:</b></p> <p>(1) The Depository is empowered to enter into arrangements with another person, including a depository to hold the legal title or possession of the physical scrips underlying the deposited securities or to hold the rights and liabilities to such securities on behalf of the Depository, as bare trustee for the depositors.</p> <p>(2) In relation to the Depository entering into such arrangements as are contemplated in Rule 18.09(1), the relevant provisions in these Rules apply with such modifications as may be prescribed by the Depository.</p>	<p><b>Rule 18.13</b> <del>09</del></p>	<p><b>Deposited securities being held by a third party:</b></p> <p><del>(1) The Depository is empowered to enter into arrangements with another person, including a depository to hold the legal title or possession of the physical scrips underlying the deposited securities or to hold the rights and liabilities to such securities on behalf of the Depository, as bare trustee for the depositors.</del></p> <p><del>(2) In relation to the Depository entering into such arrangements as are contemplated in Rule 18.09(1), the relevant provisions in these Rules apply with such modifications as may be prescribed by the Depository.</del></p>	<p>This provision is revised to remove the reference to physical scrip as well as to simplify the drafting. The existing Rule 18.09(2) is deleted as the power for BMDepo to modify compliance is found in Rule 38.03 (Power to waive or modify).</p>
	<p>New provision</p>	<p><b>Rule 18.14</b></p>	<p><b><u>Transitional provisions where scrips of deposited securities are with the Depository</u></b></p> <p><b><u>(1) This rule sets out the transitional provisions in relation to dematerialisation of existing issuers that have their securities and the relevant scrips deposited with the Depository.</u></b></p>	<p>This new provision is introduced to cater for the handling and cancelling of scrips (jumbo certificates) that are presently deposited with BMDepo. This provision gives effect to and is consistent with the regulations under SICDA which mandates dematerialisation of all securities deposited with the central depository.</p> <p>Rule 18.14(4) is to provide for instances when a particular issuer cannot be reached or it no longer has a company registrar acting</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
			<p><u>(2) The Depository will return all scrips in its possession representing the securities deposited with it to the relevant issuers.</u></p> <p><u>(3) Upon receipt of the scrips from the Depository, an issuer must:</u></p> <p><u>(a) cancel such scrips; and</u></p> <p><u>(b) do all things necessary to ensure that for so long as the securities are deposited with the Depository:</u></p> <p><u>(i) the Depository or its nominee company is vested with legal title to the securities deposited with the Depository; and</u></p> <p><u>(ii) no new or additional scrips are issued in respect of such securities; and</u></p> <p><u>(c) comply with any other procedures prescribed by the Depository.</u></p> <p><u>(4) In the event the Depository is unable to return the scrips of deposited securities to the relevant issuer, the Depository may, in consultation with the Commission, undertake any action it deems fit in relation to the handling of such scrips.</u></p>	<p>for it (typically delisted companies). The present proposal is for BMDepo to attempt to return the jumbo scrips to the issuer or the company registrar and failing which, will maintain possession of the same until a framework is introduced vis-à-vis the mandatory withdrawal of delisted securities.</p>

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<p><b>Rule 20.03</b></p>	<p><b>No physical securities:</b>            Any request made by any applicant for any of the said securities to be delivered in the form of scrips shall be rejected by the issuer or offeror as the case may be.</p>	<p><b>Rule 20.03</b></p>	<p>No change.</p>	<p>There are no changes to this provision but is included this table for information as reference is made to ‘scrips’.</p>
<p><b>Rule 20.07</b></p>	<p><b>Finalisation of successful applicants:</b>            Upon completion of the verification of Data and Information pursuant to Rule 20.05, the issuer or offeror shall provide to the Depository a final record of the successful allottees together with the scripts (in such denomination as may be specified by the Depository) duly registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. For the purposes of Rule 20.07, the final record submitted to the Depository shall be deemed to be the final record of successful allottees where information pertaining to the successful allottees referred to in Rule 20.06 are not rejected by the computer system pursuant to Rule 20.05.</p>	<p><b>Rule 20.07</b></p>	<p><b>Finalisation of successful applicants:</b>            Upon completion of the verification of Data and Information pursuant to Rule 20.05, the issuer or offeror <del>shall</del><u>must</u> provide to the Depository:</p> <p><u>(a) confirmation letter of the registration of the relevant securities to the name of Bursa Malaysia Depository Nominees Sdn. Bhd. in the register of members;</u></p> <p><u>(b) an extract of the relevant register of members;</u></p> <p><u>(c) a final record of the successful allottees <del>together with the scripts (in such denomination as may be specified by the Depository) duly registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.</del></u></p> <p>For the purposes of Rule 20.07, the final record submitted to the Depository <del>shall</del><u>will</u> be deemed to be the final record of successful allottees where information</p>	<p>This provision is amended to remove references to scrips in view of the dematerialised environment moving forward and to set out the items the issuer is to provide BMDepo.</p>

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			pertaining to the successful allottees referred to in Rule 20.06 are not rejected by the computer system pursuant to Rule 20.05.	
<b>Rule 20.09</b>	<p><b>Book entries:</b></p> <p>Upon receipt of the recording and scrips, the Depository shall, after consultation with the Stock Exchange, credit the securities accounts of the successful applicants with the number of shares allotted or allocated to them respectively prior to the listing of the said securities.</p>	<b>Rule 20.09</b>	<p><b>Book entries:</b></p> <p>Upon receipt of the <u>documents specified in Rule 20.07</u><del>recording and scrips</del>, the Depository <del>shall</del><u>will</u>, after consultation with the Stock Exchange, credit the securities accounts of the successful applicants with the number of shares allotted <del>or allocated</del> to them respectively prior to the listing of the said securities.</p>	This provision is amended to remove references to scrips in view of the dematerialised environment moving forward and to clarify the documents that is required by BMDepo to deposit the securities.
<b>Rule 20A.04</b>	<p><b>Procedure for handling of application for exercise of rights prior to the maturity of non-equity securities:</b></p> <p>(1) <b>Application for exercise of rights:</b> Any application made by a depositor for the exercise of rights prior to the maturity of the deposited non-equity securities shall be made in the form prescribed by the issuer (hereinafter in this chapter referred to as “the application form”), accompanied by such other supporting documentary evidence as may be required by the issuer. It shall be the responsibility of the issuer to ensure that such form shall include the particulars and</p>	<b>Rule 20A.04</b>	No change.	There are no changes to this provision but is included in this table for information as reference is made to ‘scrips’.

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	<p>statements as may be required by the Depository from time to time under the Procedures Manual.</p> <p>(2) <b>Inclusion of other terms:</b> Except as may be permitted by law, no issuer shall include any term or condition into the application form which may exclude, exempt, disclaim, reduce, limit or waive any loss, damage or liability on the part of the issuer in respect of the handling of the exercise of rights or the rejection thereof.</p> <p>(3) <b>No physical securities and crediting in third parties' names:</b> Where the exercise of rights in relation to deposited non-equity securities involves the issuance of new securities by the issuer, the issuer shall reject any request by a depositor for-</p> <p>(a) the new securities to be delivered in the form of scrips; or</p> <p>(b) the new securities to be credited into a securities account other than one of those from which the securities are to be debited for the exercise of rights by the depositor.</p>			



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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
<p><b>Rule 20A.05</b></p>	<p><b>Procedure for handling exercise of rights prior to the maturity of non-equity securities:</b></p> <p>(1) <b>Application of this Rule:</b> This Rule applies to the exercise of rights prior to the maturity of the non-equity security.</p> <p>(2) <b>Issuer to send information for debiting:</b> The issuer, upon receiving the application for the exercise of rights from the depositor, shall send or cause to be sent to the Depository information pertaining to, inter alia, the names of the depositors, their national registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers and the quantity of deposited non-equity securities involved in the exercise of rights by each depositor (hereinafter in this chapter referred to as “the Debit List”), on the days determined from time to time by the Depository in the Procedures Manual.</p> <p>(3) <b>Depository to process Debit List:</b> The Depository shall, upon receipt of the Debit List, and after verification, debit the securities accounts of the</p>	<p><b>Rule 20A.05</b></p>	<p><b>Procedure for handling exercise of rights prior to the maturity of non-equity securities:</b></p> <p>(1) No change.</p> <p>(2) <b>Issuer to send information for debiting:</b> <del>The issuer, upon receiving the application for the exercise of rights from the depositor, shall send or cause to be sent the issuer must submit to the Depository information pertaining to, inter alia, the names of the depositors as prescribed by the Depository, their national registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers</del> and the quantity of deposited non-equity securities involved in the exercise of rights by each depositor (hereinafter in this chapter referred to as “the Debit List”), on the days determined <del>from time to time</del> by the Depository in the Procedures Manual.</p> <p>(3) <b>Depository to process Debit List:</b> The Depository <del>will</del> <del>shall</del>, upon receipt of the Debit List, and after verification,</p>	<p>Generally, this provision is amended to remove references to share certificates in view of the dematerialised environment moving forward and in line with plain language drafting.</p> <p>With the removal of physical share certificates in the dematerialised deposit framework, there will no longer be a need for splitting. As such, Rule 20A.05(4) is redundant and proposed to be removed.</p>

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	<p>depositors with the number of deposited non-equity securities involved in the exercise of rights in accordance with the Debit List, and issue the appropriate certificates representing such securities to the issuer.</p> <p>(4) <b>Splitting:</b> Where in connection with the cancellation of certificates of the deposited non-equity securities set out in the Debit List, the original certificates of nonequity securities delivered by the Depository were split into smaller denominations, the issuer shall register the remaining certificates underlying such non-equity securities which do not form part of the Debit List in the name of the Depository or that of its nominee company and such certificates shall be delivered or caused to be delivered by the issuer to the Depository in such manner prescribed by the Depository.</p> <p>(5) <b>Issuer to send information for crediting:</b> Where the exercise of rights involves the issuance of new securities by the issuer, the issuer shall, upon receipt of the certificates pursuant to Rule 20A.05(3), send or cause to be sent to the Depository information pertaining to, inter alia, the names of the depositors, their national</p>		<p>debit the securities accounts of the depositors with the number of deposited non-equity securities involved in the exercise of rights in accordance with the Debit List, <del>and issue the appropriate certificates representing such securities to the issuer.</del></p> <p>(4) <del><b>Splitting:</b> Where in connection with the cancellation of certificates of the deposited non-equity securities set out in the Debit List, the original certificates of nonequity securities delivered by the Depository were split into smaller denominations, the issuer shall register the remaining certificates underlying such non-equity securities which do not form part of the Debit List in the name of the Depository or that of its nominee company and such certificates shall be delivered or caused to be delivered by the issuer to the Depository in such manner prescribed by the Depository.</del> Deleted.</p> <p>(5) <b>Issuer to send information documents for crediting:</b> Where the exercise of rights involves the issuance of new securities by the issuer, the issuer <del>shall, upon receipt of the certificates pursuant to Rule 20A.05(3), send or cause to be sent</del> <u>must submit</u> to the Depository.</p>	

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	<p>registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers and the quantity of new securities allotted to each depositor pursuant to the exercise of rights (hereinafter in this chapter referred to as “the Credit List”), together with the appropriate share certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.</p> <p>(6) <b>Depository to process Credit List:</b> The Depository shall, upon receipt of the Credit List and the share certificates pursuant to Rule 20A.05(5) and after</p>		<p><del>(a) information pertaining to, <u>inter alia, the names of the depositors as prescribed by the Depository,</u> <u>their national registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers</u> and the <u>quantity number</u> of new securities allotted to each depositor pursuant to the exercise of rights (hereinafter in this chapter referred to as “the Credit List”);<sup>2</sup></del></p> <p><del>(b) a letter confirming the relevant securities — together with the appropriate share certificates (in such denominations as may be specified by the Depository) — have been registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd; and</del></p> <p><del>(c) an extract of the relevant register<sup>2</sup></del></p> <p><del>in the manner and within such time frame prescribed by the Depository.</del></p> <p>(6) <b>Depository to process Credit List:</b> <del>The Depository shall, u</del>Upon receipt of the Credit List and the share certificates</p>	

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	<p>verification, credit the securities accounts of the depositors with the number of new securities specified therein prior to the listing of the new securities.</p> <p><b>(7) Rejections:</b></p> <p>(a) In the event any of the exercise of rights as contained in the Debit List or Credit List is rejected by the Depository after the verification process, the issuer shall immediately verify the discrepancy which is the source of the rejection by the Depository, to determine whether to reject the application.</p> <p>(b) Every issuer shall be held liable for any rejections made by them in respect of any exercise of rights where such rejections were result of any omission, neglect, error, fraud or failure to comply with these Rules on the part of the issuer.</p> <p><b>(8) Notices:</b> Every issuer shall send to each depositor a notice or notices informing him of the debiting of deposited non-equity securities or the</p>		<p><del>pursuant to documents specified in</del> Rule 20A.05(5) and after verification, <u>the Depositor will</u> credit the securities accounts of the depositors with the number of new securities specified <del>therein in the Credit List</del> prior to the listing of the new securities.</p> <p><b>(7) No change.</b></p> <p><b>(8) No change.</b></p>	

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	crediting of new securities from or into the depositor's securities account.			
Rule 20A.08	<p><b>Procedures upon maturity of non-equity securities:</b></p> <p>...</p> <p>(5) <b>Return of scrips:</b> The Depository shall, on the instructions of the issuer, debit all the securities accounts of the depositors appearing in the Record of Depositors on the day after the maturity date and deliver or cause to be delivered to the issuer the appropriate certificates representing the entire non-equity securities issued by the issuer which have been deposited with the Depository as at the ROD Date.</p> <p>...</p> <p>(6) <b>Qualification:</b> Subject to the Foreign Ownership Regulations, no depositor shall be entitled to the exercise of any rights in respect of non-equity security standing to the credit of his securities account unless-</p> <p>(a) the scrip representing such deposited non-equity security has been deposited within such time</p>	Rule 20A.08	<p><b>Procedures upon maturity of non-equity securities:</b></p> <p>...</p> <p>(5) <del>Return of scrips</del><b>Debiting of securities:</b> The Depository <del>shall</del><b>will</b>, on the instructions of the issuer, debit all the securities accounts of the depositors appearing in the Record of Depositors on the day after the maturity date <del>and deliver or cause to be delivered to the issuer the appropriate certificates representing the entire non-equity securities issued by the issuer which have been deposited with the Depository as at the ROD Date.</del></p> <p>...</p> <p>(6) <b>Qualification:</b> Subject to the Foreign Ownership Regulations, no depositor <del>shall</del><b>will</b> be entitled to the exercise of any rights in respect of non-equity security standing to the credit of his securities account unless-</p> <p>(a) the <del>scrip</del> <b>scrip</b> <del>representing such deposited</del> non-equity security has been deposited within such time</p>	<p>Rule 20A.08(5) is amended to remove references to scrips of non-equity securities and the obligation to return the same to the issuer after the maturity date in view of the dematerialised environment moving forward.</p> <p>Similarly, Rule 20A.08(6) is amended</p> <p>(a) to reflect the dematerialised framework where deposit of securities with BMDepo is premised on the issuer doing the necessary as set out in the amended Chapter 18; and</p> <p>(b) consequential to the cross-referencing to the revised numbering of the rules in Chapter 18.</p>

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...	<p>frame prescribed by the Depository, and the issuer or its company registrar, as the case may be, has confirmed that the security is capable of being registered into the name of the Depository or its nominee company in accordance with Rule 18.03;</p>	...	<p>frame prescribed by the Depository, and the issuer <del>or its company registrar, as the case may be,</del> has confirmed <del>ed</del> that the security <del>has been is capable of being</del> registered into the name of the Depository or its nominee company in accordance with Rule 18.0<u>7</u>3;</p>	
<p><b>Rule 20A.09B</b></p>	<p><b>Procedures for handling creation of new exchange traded fund units:</b></p> <p>(1) <b>Application of this Rule:</b> This Rule applies to the creation of new exchange traded fund units by an issuer.</p> <p>(2) <b>Trustee to send information and certificate for crediting:</b> The trustee of an exchange traded fund, upon receiving the request for the creation of new exchange traded fund units from the issuer, shall send or cause to be sent to the Depository information containing, inter alia, the names of the depositors, their national registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers and the quantity of new exchange traded fund</p>	<p><b>Rule 20A.09B</b></p>	<p><b>Procedures for handling creation of new exchange traded fund units:</b></p> <p>(1) No change.</p> <p>(2) Trustee to send <u>documents information and certificate</u> for crediting: <del>The trustee of an exchange traded fund, u</del>Upon receiving the request for the creation of new exchange traded fund units from the issuer, <del>shall send or cause to be sent the trustee of an exchange traded fund must submit</del> to the Depository:</p> <p><u>(a) the details of information containing, inter alia, the names of the depositors as prescribed by the Depository, their national</u></p>	<p>This provision is redrafted in line with plain language and also, the existing requirement for certificates to be delivered to BMDepo is replaced with the requirement to provide a confirmation letter instead.</p>

RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>units created by the issuer (herein after in this chapter referred to as “ETF Credit List”), together with the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.</p> <p>(3) <b>Entries:</b> The Depository shall, upon receipt of the ETF Credit List and the certificates pursuant to Rule 20A.09B(2) and after verification, credit the respective securities accounts of the depositors with the number of new exchange traded fund units specified therein in the manner</p>		<p><del>registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers</del> and the quantity of new exchange traded fund units created by the issuer (<del>herein after in this chapter referred to as</del> “ETF Credit List”);<sub>2</sub></p> <p><u>(b) a letter confirming the relevant exchange traded fund units have been together with the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.; and</u></p> <p><u>(c) an extract of the relevant register, in the manner and within such time frame prescribed by the Depository.</u></p> <p>(3) <b>Entries:</b> <del>The Depository shall, u</del>Upon receipt of the <del>ETF Credit List and the certificates pursuant to documents specified in</del> Rule 20A.09B(2) and after verification, <u>the Depository will</u> credit the respective securities accounts of the depositors with the number of new exchange traded fund units <u>in accordance with the ETF Credit</u></p>	

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	<p>determined from time to time in the directions issued by the Depository.</p> <p>(4) <b>Notices:</b> Every issuer shall send to each depositor a notice or notices informing him of the crediting of new exchange traded fund units into the depositor’s securities account.</p>		<p><del>Lists specified therein in the manner determined from time to time in the directions issued by the Depository.</del></p> <p>(4) No change</p>	
<p><b>Rule 20A.09C</b></p>	<p><b>Procedures for handling redemption of exchange traded fund units</b></p> <p>(1) <b>Application of this Rule:</b> This Rule applies to the redemption of exchange traded fund units by an issuer.</p> <p>(2) <b>Trustee to send information for debiting:</b> The trustee of an exchange traded fund, upon receiving the request for the redemption of exchange traded fund units from the issuer, shall send or cause to be sent to the Depository information containing, inter alia, the names of the depositors, their national registration identity card numbers or passport numbers (or in the case of companies, the company numbers, etc), their securities account numbers and the quantity of deposited exchange traded fund units redeemed by the issuer (herein after in this</p>	<p><b>Rule 20A.09C</b></p>	<p><b>Procedures for handling redemption of exchange traded fund units</b></p> <p>(1) No change</p> <p>(2) <b>Trustee to send <u>information documents</u> for debiting:</b> <del>The trustee of an exchange traded fund, u</del>Upon receiving the request for the redemption of exchange traded fund units from the issuer, <del>shall send or cause to be sent a trustee of an exchange traded fund must submit</del> to the Depository:</p> <p><u>(a) the details of information containing, inter alia, the names of the depositors as prescribed by the Depository, their national registration identity card numbers or passport numbers (or in the case</u></p>	<p>This provision is redrafted in line with plain language and also, the existing requirement for certificates to be delivered to BMDepo is replaced with the requirement to provide a confirmation letter instead.</p>



RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>chapter referred to as “ETF Debit List”).</p> <p>(3) <b>Entries:</b> The Depository shall, upon receipt of the ETF Debit List and after verification, debit the respective securities accounts of the depositors with the number of redeemed exchange traded fund units in accordance with the ETF Debit List and deliver the appropriate certificates representing such securities to the trustee, in the manner determined from time to time in the directions issued by the Depository.</p>		<p><del>of companies, the company numbers, etc), their securities account numbers</del> and the quantity of deposited exchange traded fund units redeemed by the issuer <del>(herein after in this chapter referred to as “ETF Debit List”);</del></p> <p><u>(b) a letter confirming the relevant exchange traded fund units have been registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.; and</u></p> <p><u>(c) an extract of the relevant register,</u></p> <p><u>in the manner and within such time frame prescribed by the Depository.</u></p> <p>(3) <b>Entries:</b> <del>The Depository shall, u</del>Upon receipt of the <del>ETF Debit List and documents specified in Rule 20A.09C(2) and</del> after verification, <u>the Depository will</u> debit the respective securities accounts of the depositors with the number of redeemed exchange traded fund units in accordance with the ETF Debit List <del>and deliver the appropriate certificates representing such securities to the trustee, in the manner determined from time to time in the directions issued by the Depository.</del></p>	

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	(4) <b>Notices:</b> Every issuer shall send to each depositor a notice or notices informing him of the debiting of the redeemed exchange traded fund units from the depositor’s securities account.		(4) <b>No change</b>	
<b>Rule 21.02</b>	<b>No rights or bonus upon given notice:</b> Where notice has been given by the Depository to an issuer pursuant to Rule 18.02 to prescribe a security, the issuer shall not fix any date for the closing of books in respect of the making of dividends or a rights issue or bonus issue or any other rights or options for such security whereby such date shall fall during the period commencing from the deposit date and ending on the ninth market day after the prescribed date.	<b>Rule 21.02</b>	<b>No rights or bonus upon given notice:</b> Where notice has been given by the Depository to an issuer pursuant to Rule 18.0 <del>2</del> to prescribe a security, the issuer shall not fix any date for the closing of books in respect of the making of dividends or a rights issue or bonus issue or any other rights or options for such security whereby such date shall fall during the period commencing from the deposit date and ending on the ninth market day after the prescribed date.	This provision is amended consequential to the cross-referencing to the revised numbering of the rules in Chapter 18.
<b>Rule 21.07</b>	<b>List of allottees:</b> (1) Subject to any exemptions made pursuant to any securities laws, an issuer or offeror shall, upon issuing or the making of an offer for sale by an offeror of any securities pursuant to Rule 21.01, provide to the Depository a list specifying the names of the allottees or entitled persons, their national registration identity card numbers or passport numbers (or in the	<b>Rule 21.07</b>	<b>List of allottees:</b> (1) Subject to any exemptions made pursuant to any securities laws, <del>an issuer or offeror shall, and</del> upon issuing or the making of an offer for sale by an offeror of any securities pursuant to Rule 21.01, <u>an issuer or offeror must submit provide</u> to the Depository:  <del>(a) a list specifying the details of names of</del> the allottees or entitled	This provision is redrafted in line with plain language and also, the existing requirement for certificates to be delivered to BMDepo is replaced with the requirement to provide a confirmation letter instead.

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	<p>case of companies, company registration number, etc), their securities account numbers and the quantity of securities allotted to them, respectively (hereinafter referred to as “List of Allottees”) together with the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. In respect of bonus issues, unless otherwise instructed directly by a depositor to the contrary, the issuer shall, where the depositor has more than one securities account, allocate such securities into the depositor’s securities accounts in such proportion as may be determined on the Record of Depositors.</p>		<p>persons <u>as prescribed by the Depository</u>, <del>their national registration identity card numbers or passport numbers (or in the case of companies, company registration number, etc), their securities account numbers</del> and the quantity of securities allotted to them, respectively (<del>hereinafter referred to as</del> “List of Allottees”);</p> <p><u>(b) a letter confirming the relevant securities have been together with the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.; and</u></p> <p><u>(c) an extract of the relevant register of members;</u></p> <p><u>in the manner and within such time frame prescribed by the Depository.</u></p> <p><u>(1A) In respect of bonus issues, unless otherwise instructed directly by a depositor to the contrary, the issuer shall, where the depositor has more than one securities account, the issuer must</u> allocate such securities into the depositor’s securities accounts in such proportion as may be determined on</p>	

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	(2) In the case of an exchange traded fund, the trustee shall be responsible to provide to the Depository, the List of Allottees as referred to in sub-Rule (1) above, together with the requisite certificates.		<p>the Record of Depositors, <u>unless otherwise instructed directly by a depositor to the contrary.</u></p> <p>(2) In the case of an exchange traded fund, the trustee <del>shall will</del> be responsible to provide to the Depository, the List of Allottees <u>and documents as</u> referred to in <u>sub-Rule 21.07(1)</u> above, <del>together with the requisite certificates.</del></p>	
<b>Rule 21.08</b>	<p><b>Entries:</b></p> <p>The Depository shall, upon receipt of the List of Allottees and the shares certificates pursuant to Rule 21.07, credit the respective securities accounts with the allotted securities specified therein prior to the listing of the securities pursuant to a rights or bonus issue or an offer for sale where the allotted securities are prescribed securities or within the time frame specified in the directions issued by the Depository where the allotted securities are unlisted securities.</p>	<b>Rule 21.08</b>	<p><b>Entries:</b></p> <p><del>The Depository shall, upon receipt of the List of Allottees and the shares certificates pursuant to documents specified in</del> Rule 21.07, <u>the Depository will</u> credit the respective securities accounts with the allotted securities specified <del>therein</del> <u>the List of Allottees</u> prior to the listing of the securities pursuant to a rights or bonus issue or an offer for sale where the allotted securities are prescribed securities or within the time frame specified <del>in the directions issued</del> by the Depository where the allotted securities are unlisted securities.</p>	This provision is redrafted in line with plain language and also, consequential to replacement of the existing requirement for certificates to be delivered to BMDepo is replaced with the requirement to provide a confirmation letter instead.
<b>Rule 21.11 A</b>	<p><b>Specified Bonus Issue:</b></p> <p>(1) <b>SPEEDS processing:</b> A Specified Bonus Issue will be processed by the Depository under SPEEDS. The Depository may accept any other</p>	<b>Rule 21.11 A</b>	<p><b>Specified Bonus Issue:</b></p> <p>(1) No change.</p>	This provision is redrafted in line with plain language and also, the existing requirement for certificates to be delivered to BMDepo is replaced with the requirement to provide a confirmation letter instead.

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	<p>corporate action involving a bonus issue for processing under SPEEDS, subject to consultation with the Stock Exchange, where required. Where a corporate action is accepted by the Depository for processing under SPEEDS, the provisions of this Rule will apply with necessary modifications.</p> <p>(2) <b>Notification:</b> The issuer shall notify the Depository of the information pertaining to the Specified Bonus Issue, including particulars of a designated account to be used for crediting of fractional entitlements arising from the Specified Bonus Issue, if any, in the form prescribed by the Depository and within such time frame prescribed by the Depository, for the purpose of making the appropriate entries in the securities accounts of the respective allottees.</p> <p>(3) <b>Certificates:</b> The issuer shall deliver to the Depository, within such time frame prescribed by the Depository, the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the securities to be allotted under the Specified Bonus Issue.</p>		<p>(2) <b>Notification:</b> The issuer <del>shall</del> <u>must</u> notify the Depository of the information pertaining to the Specified Bonus Issue, including particulars of a designated account to be used for crediting of fractional entitlements arising from the Specified Bonus Issue, if any, <del>in the form prescribed by the Depository and within such time frame prescribed by the Depository,</del> for the purpose of making the appropriate entries in the securities accounts of the respective allottees.</p> <p>(3) <del>Documents</del><b>Certificates:</b> The issuer <del>shall</del> <u>must</u> <del>submit</del> <u>deliver</u> to the Depository, <del>within such time frame prescribed by the Depository,</del>;</p> <p><del>(a) the appropriate certificates (in such denominations as may be specified by the Depository) registered</del> <u>letter confirming the registration of securities to be allotted under the Specified Bonus</u></p>	<p>Rule 21.11A(9) is introduced to ensure that the notification and documents submitted to BMDepo is accurate and error-free as this will be relied upon by BMDepo to credit the securities into the relevant securities account.</p>

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	<p>(4) <b>Entries:</b> The Depository shall, upon receipt of the issuer’s notification and certificates, credit the respective securities accounts with the allotted securities in accordance with the said notification.</p> <p>(5) <b>Fractional entitlements:</b> The fractional entitlements arising from the Specified Bonus Issue, if any, shall be credited into the designated securities account provided by the issuer.</p> <p>(6) <b>Notices:</b> The issuer shall send to each allottee a notice of allotment informing the allottee of the crediting of the allotted securities.</p> <p>(7) <b>Consequential securities:</b> Any issue of non-equity securities including any</p>		<p><u>Issue</u> in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. <u>in the relevant register; and</u></p> <p><u>(b) an extract of the relevant register for the securities to be allotted under the Specified Bonus Issue.</u></p> <p><u>in the manner and within such time frame prescribed by the Depository.</u></p> <p>(4) <b>Entries:</b> <del>The Depository shall,</del> <u>Upon</u> receipt of the <del>issuer’s notification and certificates,</del> <u>documents from the issuer and certificates,</u> <u>the Depository will</u> credit the respective securities accounts with the allotted securities in accordance with the said notification.</p> <p>(5) No change</p> <p>(6) No change</p> <p>(7) No change</p>	

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>fractional non-equity securities arising from adjustments due to the Specified Bonus Issue shall be handled in the same manner as provided in this rule and concurrently with the Specified Bonus Issue.</p> <p>(8) <b>Non-application:</b> The provisions in Rules 21.05, 21.07(1) and 21.08 do not apply to Specified Bonus Issue.</p>		<p>(8) No change</p> <p><u>(9) Notification or documents provided to the Depository: The issuer must ensure that any notification or documents submitted to the Depository:</u></p> <p><u>(a) comply with the prescriptions made by the Depository, including any time frame stipulated; and</u></p> <p><u>(b) are accurate and free of error.</u></p>	
<p><b>Rule 21.11 B</b></p>	<p><b>SPEEDS Processing for Provisional Letter of Allotment</b></p> <p>(1) <b>Application:</b> The provisional letter of allotment for renounceable rights issues will be processed by the Depository under SPEEDS.</p>	<p><b>Rule 21.11 B</b></p>	<p><b>SPEEDS Processing for Provisional Letter of Allotment</b></p> <p>(1) No change.</p>	<p>This provision is redrafted in line with plain language and also, the existing requirement on issuers to submit certificates is replaced with the requirement to provide a confirmation letter instead.</p> <p>Rule 21.11B(7) is introduced to ensure that the notification and documents submitted to BMDepo is accurate and error-free as this</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(2) <b>Notification:</b> The issuer shall notify the Depository of the information pertaining to the provisional letter of allotment for renounceable rights issues in the form prescribed by the Depository and within such time frame prescribed by the Depository, for the purpose of making appropriate entries in the securities accounts of the respective allottees. The issuer shall also notify the Depository on the treatment for fractional entitlements arising from the provisional letter of allotment for renounceable rights issues, if any.</p> <p>(3) <b>Certificates:</b> The issuer shall deliver to the Depository, within such time frame prescribed by the Depository, the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the provisional letter of allotment for renounceable rights issues to be allotted.</p>		<p>(2) <b>Notification:</b> The issuer <del>must</del> <u>shall</u> notify the Depository of:</p> <p><del>(a) the information pertaining to the provisional letter of allotment for renounceable rights issues in the form prescribed by the Depository and within such time frame prescribed by the Depository,</del> for the purpose of making appropriate entries in the securities accounts of the respective allottees-; <u>and</u></p> <p><del>(b) The issuer shall also notify the Depository on</del> the treatment for fractional entitlements arising from the provisional letter of allotment for renounceable rights issues, if any.</p> <p>(3) <del>Documents</del><b>Certificates:</b> The issuer <del>shall deliver</del> <u>must submit</u> to the Depository, <del>within such time frame prescribed by the Depository,;</del></p> <p><del>(a) the appropriate certificates (in such denominations as may be specified by the Depository) registered letter confirming the registration of in</del> the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the provisional letter of allotment for</p>	<p>will be relied upon by BMDepo to credit the securities into the relevant securities account.</p>



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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(4) <b>Entries:</b> The Depository shall, upon receipt of the issuer’s notification and certificates, credit the respective securities accounts with the allotted provisional letter of allotment for renounceable rights issues in accordance with the said notification.</p> <p>(5) <b>Fractional entitlements:</b> The Depository shall act in accordance with the issuer’s instructions under Rule 21.11B(2) above in relation to the fractional entitlements, if any.</p> <p>(6) <b>Non-application:</b> The provisions in Rules 21.05, 21.07(1) and 21.08 do not apply to provisional letters of allotment for renounceable rights issues processed under this Rule.</p>		<p>renounceable rights issues to be allotted; <del>and</del></p> <p><u>(b) an extract of the relevant register,</u></p> <p><u>in the manner and within such time frame prescribed by the Depository.</u></p> <p>(4) <b>Entries:</b> <del>The Depository shall, upon receipt of the issuer’s notification and documents from the issuer certificates,</del> <u>the Depository will</u> credit the respective securities accounts with the allotted provisional letter of allotment for renounceable rights issues in accordance with the said notification.</p> <p>(5) No change.</p> <p>(6) No change.</p> <p><u>(7) Notification or documents provided to the Depository: The issuer must ensure that any notification or</u></p>	

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
			<p><u>documents submitted to the Depository:</u></p> <p><u>(a) comply with the prescriptions made by the Depository, including any time frame stipulated; and</u></p> <p><u>(b) are accurate and free of error.</u></p>	
<p><b>Rule 21.11 C</b></p>	<p><b>SPEEDS Processing for Provisional Letter of Offer</b></p> <p>(1) <b>Application:</b> The provisional letters of offer for a renounceable offer for sale of deposited securities will be processed by the Depository under SPEEDS.</p> <p>(2) <b>Notification:</b> The issuer shall notify the Depository of the information pertaining to the provisional letter of offer for renounceable offer for sale of deposited securities in the form prescribed by the Depository and within such time frame prescribed by the Depository, for the purpose of making appropriate entries in the securities accounts of the respective allottees. The issuer shall also notify the Depository on the treatment for fractional entitlements, if any, arising from the provisional letter of offer for</p>	<p><b>Rule 21.11 C</b></p>	<p><b>SPEEDS Processing for Provisional Letter of Offer</b></p> <p>(1) No change.</p> <p>(2) <b>Notification:</b> The issuer <del>shall</del><u>must</u> notify the Depository of:</p> <p><u>(a) the information pertaining to the provisional letter of offer for renounceable offer for sale of deposited securities <del>in the form prescribed by the Depository and within such time frame prescribed by the Depository,</del> for the purpose of making appropriate entries in the securities accounts of the respective allottees-; and</u></p>	<p>This provision is redrafted in line with plain language and also, the existing requirement on issuers to submit certificates is replaced with the requirement to provide a confirmation letter instead.</p> <p>Rule 21.11C(7) is introduced to ensure that the notification and documents submitted to BMDepo is accurate and error-free as this will be relied upon by BMDepo to credit the securities into the relevant securities account.</p>

RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>renounceable offer for sale of deposited securities, if any.</p> <p>(3) <b>Certificates:</b> The issuer shall deliver to the Depository, within such time frame prescribed by the Depository, the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the provisional letters of offer for renounceable offer for sale of deposited securities to be allotted.</p> <p>(4) <b>Entries:</b> The Depository shall, upon receipt of the issuer’s notification and certificates, credit the respective securities accounts with the allotted provisional letters of offer for</p>		<p><del>(b) The issuer shall also notify the Depository on</del> the treatment for fractional entitlements <del>, if any,</del> arising from the provisional letter of offer for renounceable offer for sale of deposited securities, if any.</p> <p>(3) <del>Documents</del><b>Certificates:</b> The issuer <del>shall deliver</del> <u>must submit</u> to the Depository, <del>within such time frame prescribed by the Depository,;</del></p> <p><del>(a) the appropriate certificates (in such denominations as may be specified by the Depository) registered in letter confirming the registration of</del> the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the provisional letters of offer for renounceable offer for sale of deposited securities to be allotted-; <u>and</u></p> <p><del>(b) an extract of the relevant register,</del></p> <p><del>in the manner and within such time frame prescribed by the Depository.</del></p> <p>(4) <b>Entries:</b> <del>The Depository shall, u</del>Upon receipt of the issuer’s notification and <del>documents</del><u>certificates,</u> <del>the Depository will</del> credit the respective securities accounts with the allotted provisional</p>	

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>renounceable offer for sale of deposited securities in accordance with the said notification.</p> <p>(5) <b>Fractional entitlements:</b> The Depository shall act in accordance with the issuer’s instructions under Rule 21.11C(2) above in relation to the fractional entitlements, if any.</p> <p>(6) <b>Non-application:</b> The provisions in Rules 21.05, 21.07(1) and 21.08 do not apply to provisional letters of offer for renounceable offer for sale of deposited securities processed under this Rule.</p>		<p>letters of offer for renounceable offer for sale of deposited securities in accordance with the said notification.</p> <p>(5) No change.</p> <p>(6) No change.</p> <p><u>(7) Notification or documents provided to the Depository: The issuer must ensure that any notification or documents submitted to the Depository:</u></p> <p><u>(a) comply with the prescriptions made by the Depository, including any time frame stipulated; and</u></p> <p><u>(b) are accurate and free of error.</u></p>	

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
Rule 22.02	<p>No subdivision of shares, share consolidation or capital restructuring upon given notice:</p> <p>Where notice has been given by the Depository to an issuer pursuant to Rule 18.02 to prescribe a security, the issuer shall not fix any date for the closing of books for the purpose of conducting a subdivision of shares, share consolidation or capital restructuring exercise for such security whereby such date shall fall within the period commencing from the deposit date and ending on the ninth market day after the prescribed date.</p>	Rule 22.02	<p>No subdivision of shares, share consolidation or capital restructuring upon given notice:</p> <p>Where notice has been given by the Depository to an issuer pursuant to Rule 18.0<del>2</del> to prescribe a security, the issuer shall not fix any date for the closing of books for the purpose of conducting a subdivision of shares, share consolidation or capital restructuring exercise for such security whereby such date shall fall within the period commencing from the deposit date and ending on the ninth market day after the prescribed date.</p>	This provision is amended consequential to the cross-referencing to the revised numbering of the rules in Chapter 18.
Rule 22.03 (1)	<p><b>Coverage of exercise:</b> Subject to the Foreign Ownership Regulations, no depositor, by virtue of his deposited securities standing to the credit of his securities account, shall be affected by a subdivision of shares, share consolidation or capital restructuring exercise under this chapter unless-</p> <p>(a) the scrip representing such security has been deposited within such time frame prescribed by the Depository and the issuer or its company registrar, as the case may be, has confirmed that the security is capable of being registered into the name of the</p>	Rule 22.03 (1)	<p><b>Coverage of exercise:</b> Subject to the Foreign Ownership Regulations, no depositor, by virtue of his deposited securities standing to the credit of his securities account, shall be affected by a subdivision of shares, share consolidation or capital restructuring exercise under this chapter unless-</p> <p>(a) <del>the scrip representing</del> such security has been deposited within such time frame prescribed by the Depository and the issuer <del>or its company registrar</del>, as the case may be, has confirmed that the security is capable of being registered into the name of the Depository or its</p>	This provision is amended to remove references to scrips, consequential to the cross-referencing to the revised numbering of the rules in Chapter 18 and in line with plain language drafting.

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>Depository or its nominee company in accordance with Rule 18.03;</p> <p>(b) Deleted</p> <p>(c) the date for delivery by book-entry process of the deposited security which was bought on the stock market of the Stock Exchange is on or before the books closing date;</p> <p>(d) Deleted</p> <p>(e) the transfer of such deposited security into the depositor’s security account had been entered into the computer system by such time prescribed by the Depository from time to time.</p>		<p>nominee company in accordance with Rule 18.0<del>3</del><u>3</u>;</p> <p>(b) Deleted</p> <p>(c) the date for delivery by book-entry process of the deposited security which was bought on the stock market of the Stock Exchange is on or before the books closing date;</p> <p>(d) Deleted</p> <p>(e) the transfer of such deposited security into the depositor’s security account had been entered into the computer system by such time prescribed by the Depository <del>from time to time</del>.</p>	
<p><b>Rule 22.04</b></p>	<p><b>Record of Depositors and return of scrips:</b></p> <p>Within three clear market days after the books closing date, the Depository shall issue the relevant Record of Depositors as at the books closing date together with the appropriate certificates representing the deposited securities portion of the issued share capital of the issuer provided that the request for the Record of Depositors is received by the Depository within such time frame prescribed by the Depository.</p>	<p><b>Rule 22.04</b></p>	<p><b>Record of Depositors <del>and return of scrips:</del></b></p> <p>Within <del>three</del><u>3</u> clear market days after the books closing date, the Depository <del>shall</del><u>will</u> issue the relevant Record of Depositors as at the books closing date <del>together with the appropriate certificates representing the deposited securities portion of the issued share capital of the issuer</del> provided that the request for the Record of Depositors is received by the Depository within such time frame prescribed by the Depository.</p>	<p>This provision is amended to remove references to scrips in view of the dematerialised environment moving forward.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
<p><b>Rule 22.05</b></p>	<p><b>List of Allottees:</b></p> <p>(1) An issuer shall, upon finalisation of the capital restructuring, share consolidation or subdivision of shares exercise, prepare and deliver to the Depository a list specifying the names of the allottees, their national registration identity card numbers, passport numbers (in the case of non-residents) or company or business registration numbers (in the case of companies or businesses), their securities account numbers and the quantity of deposited securities allotted to their securities account respectively (hereinafter referred to as “List of Allottees”) together with the appropriate shares certificates, if any, (in such denominations as may be specified by the Depository) registered in the name of the Depository or its nominee company. Unless otherwise instructed directly by a depositor, the issuer shall, where the depositor has more than one securities account, allocate the allotted securities in such proportion as determined from the Record of Depositors.</p>	<p><b>Rule 22.05</b></p>	<p><b>List of Allottees:</b></p> <p>(1) <del>An issuer shall, u</del>Upon finalisation of the capital restructuring, share consolidation or subdivision of shares exercise, <u>an issuer must prepare and deliver submit</u> to the Depository:</p> <p>(a) <del>a list specifying the names details of the allottees as prescribed by the Depository, their national registration identity card numbers, passport numbers (in the case of non-residents) or company or business registration numbers (in the case of companies or businesses), their securities account numbers;</del> and the quantity of deposited securities allotted to their securities account respectively (hereinafter referred to as “List of Allottees”)</p> <p>(b) <u>a letter confirming the relevant securities have been registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.; and</u></p> <p>(c) <u>an extract of the relevant register, in the manner and within such time frame prescribed by the Depository together with the appropriate shares certificates, if any,</u></p>	<p>This provision is redrafted in line with plain language and also, the existing requirement on issuers to submit certificates is replaced with the requirement to provide a confirmation letter instead.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(2) In the case of an exchange traded fund, the trustee shall be responsible to provide to the Depository, the List of Allottees as referred to in sub-Rule (1) above, together with the requisite certificates.</p>		<p><del>(in such denominations as may be specified by the Depository) registered in the name of the Depository or its nominee company.</del></p> <p><del>(1A) Unless otherwise instructed directly by a depositor, the issuer shall, where the depositor has more than one securities account, the issuer must allocate the allotted securities in such proportion as determined from the Record of Depositors unless such depositor has instructed the issuer otherwise.</del></p> <p>(2) In the case of an exchange traded fund, the trustee shall be responsible to provide to the Depository, the List of Allottees as referred to in <del>sub-Rule 22.05(1)</del> above, <del>together with the requisite certificates.</del></p>	
<p><b>Rule 22.06</b></p>	<p><b>Entries:</b></p> <p>The Depository shall, upon receipt of the List of Allottees and the shares certificate, credit or debit, as the case may be, the respective securities accounts specified therein provided however in relation to prescribed security the receipt thereof is at least four market days before the day of listing on the stock market</p>	<p><b>Rule 22.06</b></p>	<p><b>Entries:</b></p> <p><del>(1) Upon receipt of the List of Allottees and documents specified in Rule 22.05(1), the Depository shall, upon receipt of the List of Allottees and the shares certificate, credit or debit, as the case may be, will make the appropriate entries by debiting or crediting securities in the respective</del></p>	<p>This provision is redrafted in line with plain language and also, the existing requirement on issuers to submit certificates is replaced with the requirement to provide a confirmation letter instead.</p>



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			<p><del>relevant securities accounts specified therein provided.</del></p> <p><del>(2) however in relation to prescribed securities, the Depository must receive the List of Allottees and documents specified in Rule 22.05(1) receipt thereof is at least four market days before the day of listing on the stock market for the Depository to make the relevant entries stated in Rule 22.06(1).</del></p>	
<p><b>Rule 22.06 A</b></p>	<p><b>Specified Subdivision or Specified Consolidation:</b></p> <p>(1) <b>SPEEDS processing:</b> A Specified Subdivision or Specified Consolidation will be processed by the Depository under SPEEDS.</p> <p>(2) <b>Notification:</b> The issuer shall notify the Depository of the information pertaining to the Specified Subdivision or Specified Consolidation, including particulars of a designated account to be used for crediting of fractional entitlements arising from the Specified Subdivision or Specified Consolidation, if any, in the form prescribed by the Depository and within such time frame prescribed by</p>	<p><b>Rule 22.06 A</b></p>	<p><u>Deleted.</u></p>	<p>This provision is deleted as it is redrafted in line with plain language and it is now consolidated with the redrafted Rule 22.06B. Both these rules will be replaced by the new Rule 22.06C which replaces the requirement on issuers to submit a confirmation letter instead of certificates.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>the Depository, for the purpose of making the appropriate entries in the securities accounts of the respective depositors.</p> <p>(3) <b>Certificates:</b> The issuer shall deliver to the Depository, within such time frame prescribed by the Depository, the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the securities to be credited under the Specified Subdivision or Specified Consolidation.</p> <p>(4) <b>Entries:</b> The Depository shall, upon receipt of the issuer’s notification and certificates, debit the respective securities accounts with the relevant securities and credit the respective securities accounts with the subdivided or consolidated securities, as the case may be, in accordance with the said notification and return the appropriate share certificates to the issuer.</p> <p>(5) <b>Fractional entitlements:</b> The fractional shares arising from the Specified Subdivision or Specified Consolidation, if any, shall be credited into the designated</p>			

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>securities account provided by the issuer.</p> <p>(6) <b>Notices:</b> The issuer shall send to each depositor a notice informing the depositor of the crediting of the relevant securities.</p> <p>(7) <b>Consequential securities:</b> Any issue of non-equity securities including any fractional non-equity securities arising from adjustments due to the Specified Subdivision or Specified Consolidation shall be handled in the same manner as provided in this rule and concurrently with the Specified Subdivision or Specified Consolidation.</p> <p>(8) <b>Non-application:</b> The provisions in Rules 22.04, 22.05(1) and 22.06 do not apply to Specified Subdivision or Specified Consolidation.</p>			
<p><b>Rule 22.06 6B</b></p>	<p><b>Specified Capital Restructuring</b></p> <p>(1) <b>SPEEDS processing:</b> Capital restructuring involving share cancellation and the reduction in the number of shares held by each shareholder of an issuer will be processed by the Depository under SPEEDS (referred to in these Rules as</p>	<p><b>Rule 22.06 6B</b></p>	<p><u>Deleted.</u></p>	<p>This provision is deleted as it is redrafted in line with plain language and it is now consolidated with the redrafted Rule 22.06A. Both these rules will be replaced by the new Rule 22.06C which replaces the requirement on issuers to submit a confirmation letter instead of certificates.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>“the Specified Capital Restructuring”).</p> <p>(2) <b>Notification:</b> The issuer shall notify the Depository of the information pertaining to the Specified Capital Restructuring including particulars of a designated account to be used for crediting of fractional entitlements arising from the Specified Capital Restructuring, if any, in the form prescribed by the Depository and within such time frame prescribed by the Depository, for the purpose of making appropriate entries in the securities accounts of the respective shareholders.</p> <p>(3) <b>Certificates:</b> The issuer shall deliver to the Depository, within such time frame prescribed by the Depository, the appropriate certificates (in such denominations as may be specified by the Depository) registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd. for the purpose of making appropriate entries in the securities accounts of the respective shareholders.</p> <p>(4) <b>Entries:</b> The Depository shall, upon receipt of the issuer’s notification and certificates, debit the respective securities account with the relevant</p>			

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>securities and credit the respective securities accounts with the respective securities in accordance with the said notification and return the appropriate share certificates to the issuer.</p> <p>(5) <b>Fractional entitlements:</b> Where there are fractional entitlements arising from the Specified Capital Restructuring, the issuer may request the Depository to credit such fractional entitlements to a designated account provided by the issuer.</p> <p>(6) <b>Notices:</b> The issuer shall send to each depositor a notice informing the depositor of the crediting of the relevant securities.</p> <p>(7) <b>Consequential securities:</b> Any issue of non-equity securities including any fractional non-equity securities arising from adjustments due to the Specified Subdivision or Specified Consolidation shall be handled in the same manner as provided in this rule and concurrently with the Specified Subdivision or Specified Consolidation.</p> <p>(8) <b>Non-application:</b> The provisions in Rules 22.04, 22.05(1) and 22.06 do</p>			

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	not apply to the Specified Capital Restructuring.			
	New provision	<u>Rule 22.06 C</u>	<p><u>Processing corporate actions of issuers by Depository under SPEEDS</u></p> <p><u>(1) The Depository may specify which of the corporate actions by an issuer (“Specified Corporate Action”) will be processed by the Depository under SPEEDS.</u></p> <p><u>(2) The relevant issuer undertaking the Specified Corporate Actions must submit to the Depository:</u></p> <p><u>(a) all information pertaining to such Specified Corporate Actions as required by the Depository;</u></p> <p><u>(b) a letter confirming the relevant securities in relation to the Specified Corporate Actions have been registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd.; and</u></p> <p><u>(c) an extract of the relevant register, in the manner and within such time frame prescribed by the Depository.</u></p>	This new Rule 22.06C replaces both Rules 22.06A and 22.06B by consolidating both these rules with the drafting simplified. This provision replaces the requirement for issuers to submit certificates (in light of dematerialisation) with the requirement to provide a confirmation letter of the registration of the securities.

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
			<p><u>(3) Upon receipt of the information and documents specified in Rule 22.06C(2), the Depository will make the appropriate entries by debiting or crediting securities the relevant securities accounts.</u></p> <p><u>(4) If there are any fractional entitlements arising from the Specified Corporate Actions, the issuer may request the Depository to credit such fractional entitlements to the securities account specified by the issuer.</u></p> <p><u>(5) The issuer must notify the relevant depositors of all debit or credit of securities in the securities account pertaining to the Specified Corporate Actions.</u></p> <p><u>(6) This rule applies to any issue of non-equity securities, including any fractional non-equity securities arising from adjustments due to the Specified Corporate Actions.</u></p> <p><u>(7) Rules 22.04, 22.05(1) and 22.06 do not apply to Specified Corporate Actions.</u></p>	
Chapter 23.0	Jumbo Certificates	<del>Chapter 23.0</del>	<del>Deleted.</del>	The entire Chapter 23 of the Rules of BMDepo is deleted as there will no longer be issuance of any physical scrips, including

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
				jumbo certificates, under the dematerialised depository framework.
<b>Rule 23.01</b>	<b>Definition:</b> In this chapter, “jumbo certificate”, in relation to a deposited security, means a certificate comprising not less than fifty thousand units of securities of an issuer which is registered in the name of the Depository or its nominee company, as nominee for depositors.	<b>Rule 23.01</b>	<u>Deleted.</u>	The rationale for the deletion of Chapter 23 applies.
<b>Rule 23.02</b>	<b>Issuance:</b> The Depository may, from time to time, upon lodging with an issuer scrips representing deposited securities issued by the issuer together with relevant instruments of transfers duly executed by the depositors and the Depository or certificated as the case may be in accordance with the provisions of subsection 18(7) of the Act, require the issuer to issue jumbo certificates.	<b>Rule 23.02</b>	<u>Deleted.</u>	The rationale for the deletion of Chapter 23 applies.
<b>Rule 23.03</b>	<b>Denomination:</b> The denominations of any jumbo certificate to be issued by an issuer pursuant to Rule 23.02 shall be subject to such direction as may be given by the Depository.	<b>Rule 23.03</b>	<u>Deleted.</u>	The rationale for the deletion of Chapter 23 applies.



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Rule 23.04	<p><b>Completion and delivery of certificates:</b></p> <p>(1) <b>Period:</b> Subject to Rule 18.03, where the Depository requires an issuer to issue jumbo certificates, the issuer shall complete and deliver such certificates within seven market days after the scrips and instruments of transfers in respect thereof have been lodged with the issuer or its company registrar.</p> <p>(2) <b>Extension:</b> Notwithstanding Rule 23.04(1), the Depository may extend the period for completion and delivery by an issuer of the jumbo certificates provided that the issuer has informed the Depository of its inability to do so not less than two market days before expiry of the period and the reasons given in respect thereof are acceptable to the Depository.</p>	Rule 23.04	<u>Deleted.</u>	The rationale for the deletion of Chapter 23 applies.
Rule 23.05	<p><b>Rejections:</b></p> <p>Where an issuer refuses registration of any instrument of transfer in respect of any scrip lodged with it on any of the grounds stated in Rule 18.03, the issuer shall immediately serve on the transferor and the Depository a written notice in accordance with Rule 18.03(5).</p>	Rule 23.05	<u>Deleted.</u>	The rationale for the deletion of Chapter 23 applies.

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
<p><b>Rule 23.06</b></p>	<p><b>Splitting and consolidation:</b></p> <p>(1) <b>Requirement:</b> The Depository may, from time to time, require an issuer to -</p> <p>(a) split a jumbo certificate, or any other certificate of a lesser denomination, into smaller denominations;</p> <p>(b) consolidate any certificate kept by it, including jumbo certificates issued pursuant to this chapter, into larger denominations.</p> <p>(2) <b>Interpretation:</b> In this Rule the expression “splitting” and “consolidation” shall be construed as a reference only in respect to reducing or enlarging respectively such denominations of jumbo certificates as may be required by the Depository.</p>	<p><b>Rule 23.06</b></p>	<p><u>Deleted.</u></p>	<p>The rationale for the deletion of Chapter 23 applies.</p>
<p><b>Rule 24A.07</b></p>	<p><b>Cross transfers:</b></p> <p>(1) <b>Application of this Rule:</b> This Rule applies to every issuer of local shares and foreign shares separately quoted on the Official List of the Stock Exchange only.</p>	<p><b>Rule 24A.07</b></p>	<p><b>Cross transfers:</b></p> <p>(1) No change.</p> <p>(2) No change.</p>	<p>This provision is amended to remove references to certificates. Additionally, Rule 24A.07(9) is deleted as moving forward, there will not be any more splitting process</p>

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	<p>(2) <b>Regulation 9 of the Foreign Ownership Regulations:</b> No cross transfers shall be allowed by the issuer unless Regulation 9 of the Foreign Ownership Regulation is complied with (such cross transfers in this chapter shall hereinafter be referred to as “the cross transfers”) and the local shares intended for cross transfers are designated as “free securities” at the time of verification by the Depository pursuant to Rule 24A.07(6).</p> <p>(3) <b>Applications for cross transfers:</b> Any application for cross transfers made by a foreign depositor shall be made in the form prescribed by the issuer.</p> <p>(4) <b>Time stamp for applications:</b> The issuer shall ensure that the time and date of receipt of the application by the issuer for cross transfers is stamped on the application.</p> <p>(5) <b>Information:</b> Upon determination of a list of foreign depositors who are entitled to cross transfers, the issuer shall send or cause to be sent to the Depository information pertaining to, inter alia, the names of the foreign depositors entitled to cross transfers, their passport numbers or Certificate of Incorporation numbers, as the case may be, their securities account</p>		<p>(3) No change.</p> <p>(4) No change.</p> <p>(5) No change.</p>	

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	<p>numbers and the quantity of local shares transferred (hereinafter in this chapter referred to as “the cross transfer list”).</p> <p>(6) <b>Credit of foreign shares:</b> The local shares which are intended for cross transfer shall, after verification of the cross transfers list received by the Depository pursuant to Rule 24A.07(5), be redesignated to the credit of the foreign depositor’s securities account as foreign shares. All cross transfers which are rejected by the Depository after verification by the computer system shall be reported to the issuer.</p> <p>(7) <b>Delivery to the issuer:</b> Upon confirmation of the cross transfers pursuant to Rule 24A.07(6), the Depository shall deliver or cause to be delivered to the issuer certificates of local shares for the quantity confirmed for the cross transfers (in this chapter hereinafter referred to as “the Withdrawn Certificates”).</p> <p>(8) <b>Delivery to Depository:</b> Upon receipt of the documents from the Depository pursuant to Rule 24A.07(7), the issuer shall complete and deliver to the Depository</p>		<p>(6) No change.</p> <p>(7) <del>Delivery-Notification</del> to the issuer: Upon confirmation of the cross transfers pursuant to Rule 24A.07(6), the Depository <del>shall will notify deliver or cause to be delivered to</del> the issuer <del>certificates of local shares for</del> the quantity <u>of securities</u> confirmed for the cross transfers <del>(in this chapter hereinafter referred to as “the Withdrawn Certificates”).</del></p> <p>(8) <b>Delivery to Depository:</b> Upon <del>receipt of the documents from being notified by</del> the Depository <u>of the quantity of securities</u> pursuant to Rule 24A.07(7),</p>	

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	<p>certificates of foreign shares in the same number as the Withdrawn Certificates duly registered in the name of the Depository or that of its nominee company.</p> <p>(9) <b>Splitting:</b> Where in connection with the issuance of the certificates of foreign shares under this chapter, the original certificates of local shares delivered by the Depository were split into smaller denominations, the issuer shall register the remaining certificates underlying such local shares not withdrawn from the Depository in the name of the Depository or that of its nominee company and such certificates shall be delivered or caused to be delivered by the issuer to the Depository.</p>		<p>the issuer <del>shall complete and deliver</del> <u>must submit</u> to the Depository:</p> <p><del>(a) a letter confirming the relevant securities have been registered in the name of Bursa Malaysia Depository Nominees Sdn. Bhd; and</del></p> <p><del>(b) an extract of the relevant register,</del></p> <p><del>in the manner and within such time frame prescribed by the Depository-certificates of foreign shares in the same number as the Withdrawn Certificates duly registered in the name of the Depository or that of its nominee company.</del></p> <p>(9) <b>Splitting:</b> <del>Where in connection with the issuance of the certificates of foreign shares under this chapter, the original certificates of local shares delivered by the Depository were split into smaller denominations, the issuer shall register the remaining certificates underlying such local shares not withdrawn from the Depository in the name of the Depository or that of its nominee company and such certificates shall be delivered or caused to be delivered by the issuer to the Depository.</del><u>Deleted.</u></p>	

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(10) <b>Indemnity:</b> Every issuer shall fully indemnify and hold indemnified the Depository from all demands, actions and proceedings made by any foreign depositor for any loss, damage, cost, expense, liability or claim suffered or incurred by such foreign depositor in respect of or arising from any error in the cross transfer list provided always that such error did not arise as a result of negligence on the part of the Depository in providing inaccurate or incomplete information in the Record of Depositors.</p> <p>(11) <b>Notice:</b> Every issuer shall send to each successful foreign depositor a notice confirming that he has been successful in his application for cross transfers and advise him that the foreign shares applied for have been credited into his securities account by the Depository. Any cross transfers rejected by the Depository and reported to the issuer shall be notified to the foreign depositor by the issuer.</p>		<p>(10) No change.</p> <p>(11) No change.</p>	
<p><b>Rule 24A.08</b></p>	<p><b>Conversion of shares:</b></p> <p>(1) <b>Application of this Rule:</b> This Rule applies to every issuer of restricted shares which are not separately</p>	<p><b>Rule 24A.08</b></p>	<p><b>Conversion of shares:</b></p> <p>(1) No change.</p>	<p>This provision is amended to remove references to certificates.</p> <p>Additionally, the requirement for the issuer to comply with Rule 24A.07(9) in Rule</p>

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	<p>quoted on the Official List of the Stock Exchange (hereinafter in this chapter referred to as “singly quoted restricted shares”).</p> <p>(2) <b>Conversion of shares:</b> Where the approval from the relevant authorities have been obtained and subject to compliance with these Rules, every issuer of singly quoted restricted shares may undergo a conversion of shares provided that the singly quoted restricted shares intended for the conversion of shares are designated as “free securities” at the time of verification by the Depository pursuant to Rule 24A.08(9).</p> <p>(3) <b>Suspension of trading:</b> To facilitate the conversion of shares, the Stock Exchange may in accordance with the Rules of the Stock Exchange suspend trading of the singly quoted restricted share for a period to be determined by the Stock Exchange after consultation with the Depository (the last day of suspension shall hereinafter in this chapter be referred to as “the Conversion Date”).</p> <p>(4) <b>No corporate action upon given notice:</b> An issuer who intends to</p>		<p>(2) No change.</p> <p>(3) No change.</p> <p>(4) <b>No corporate action upon given notice:</b> An issuer who intends to</p>	<p>24A.08(11) is deleted as moving forward, there will not be any more splitting process.</p>

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RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>undergo a conversion of shares pursuant to Rule 24A.08(2) shall not fix any date for the closing of books for the purposes of any corporate action for a period of eighteen (18) market days prior to the date fixed by the issuer for the determination of the entitlement to rights and obligations to foreign depositors (hereinafter in this chapter referred to as “Effective Date”) until the Conversion Date.</p> <p>(5) <b>No deposits:</b> For the purpose of the conversion of shares, the Depository may not accept any deposits in respect of the singly quoted restricted shares for such period of time prescribed by the Depository.</p> <p>(6) <b>No transfers:</b> For the purpose of the conversion of shares, the Depository may not accept any transfer of securities in such circumstances prescribed by the Depository from time to time.</p> <p>(7) <b>Determination of entitlement to rights and obligations by issuer:</b> The issuer of singly quoted restricted shares shall determine the foreign depositors who are entitled to rights and obligations as at the Effective</p>		<p>undergo a conversion of shares pursuant to Rule 24A.08(2) <del>shall</del><u>must</u> not fix any date for the closing of books for the purposes of any corporate action for a period of <del>eighteen (18)</del> market days prior to the date fixed by the issuer for the determination of the entitlement to rights and obligations to foreign depositors (<del>hereinafter in this chapter referred to as</del> “Effective Date”) until the Conversion Date.</p> <p>(5) No change.</p> <p>(6) No change.</p> <p>(7) No change.</p>	



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	<p>Date in accordance with the Foreign Ownership Regulations.</p> <p>(8) <b>Information:</b> The issuer shall send or cause to be sent to the Depository information pertaining to, inter alia, the names of the foreign depositors entitled to rights and obligations, their passport numbers or Certificates of Incorporation numbers, as the case may be, their securities account numbers and the quantity of foreign shares they are entitled to (hereinafter in this chapter referred to as “the Conversion List”).</p> <p>(9) <b>Credit of foreign shares:</b> The singly quoted restricted shares which are to be converted into foreign shares in the conversion of shares shall, after verification of the Conversion List received by the Depository pursuant to Rule 24A.08(8), be redesignated to the credit of the foreign depositor’s securities account as foreign shares.</p> <p>(10) <b>Delivery to the issuer:</b> Upon confirmation of the conversion of shares pursuant to Rule 24A.08(9), the Depository shall deliver or cause to be delivered to the issuer certificates of singly quoted restricted shares for the quantity</p>		<p>(8) No change.</p> <p>(9) No change.</p> <p>(10) <del>Delivery Notification</del> to the issuer: Upon confirmation of the conversion of shares pursuant to Rule 24A.08(9), the Depository <del>will notify shall deliver or cause to be delivered to</del> the issuer <del>certificates of singly quoted restricted shares for</del> the quantity of</p>	

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	<p>confirmed to be converted to foreign shares (in this chapter hereinafter referred to as “the Withdrawn Certificates”).</p> <p>(11) <b>Delivery to Depository:</b> Upon receipt of the documents from the Depository pursuant to Rule 24A.08(10), the issuer shall complete and deliver to the Depository certificates of foreign shares in the same number as the Withdrawn Certificates duly registered in the name of the Depository or that of its nominee company. The issuer shall comply with Rule 24A.07(9) in dealing with the original certificates of singly quoted restricted shares delivered by the Depository to the issuer.</p> <p>(12) <b>Lifting of suspension and prohibition:</b> Upon completion of the</p>		<p><del>securities</del> confirmed to be converted to foreign shares <del>(in this chapter hereinafter referred to as “the Withdrawn Certificates”).</del></p> <p>(11) <b>Delivery to Depository:</b> Upon receipt of the documents from the Depository pursuant to Rule 24A.08(10), the issuer <del>shall complete and deliver</del> <u>must submit</u> to the Depository:</p> <p><del>(a) a letter confirming the relevant securities have been certificates of foreign shares in the same number as the Withdrawn Certificates duly registered in the name of the Bursa Malaysia Depository Nominees Sdn Bhd Depository or that of its nominee company.; and</del></p> <p><del>(b) an extract of the relevant register,</del></p> <p><del>in the manner and within the time frame as prescribed by the Depository. The issuer shall comply with Rule 24A.07(9) in dealing with the original certificates of singly quoted restricted shares delivered by the Depository to the issuer.</del></p> <p>(12) No change.</p>	

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	<p>conversion of shares, the Stock Exchange shall uplift the suspension on trading of the separately quoted local and foreign shares on the day after the Conversion Date, and the Depository shall permit deposits, withdrawals and transfers to be conducted in respect of the same on the same day.</p> <p>(13) <b>Indemnity:</b> Every issuer shall fully indemnify and hold indemnified the Depository from all demands, actions and proceedings made by any foreign depositor for any loss, damage, cost, expense, liability or claim suffered or incurred by such foreign depositor in respect of or arising from any error in the Conversion List provided always that such error did not arise as a result of negligence on the part of the Depository in providing inaccurate or incomplete information in the Record of Depositors.</p> <p>(14) <b>Notices:</b> Every issuer shall -</p> <p>(a) send to each foreign depositor whose singly quoted restricted shares have been successfully converted to foreign shares, a notice advising him that the said foreign shares have been</p>		<p>(13) No change.</p> <p>(14) No change.</p>	

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	<p>credited into his securities account; and</p> <p>(b) give notice to the public by advertisement in the newspapers on the Conversion Date of the completion of the conversion of shares.</p>			
Chapter 27.0	Deposit of Scrips	Chapter 27.0	Deposit of <del>Scrips</del> <u>Securities by Depositors</u>	The title of this chapter is amended to reflect the dematerialised environment moving forward. The relevant provisions in this chapter are moved to Chapter 18 so all provisions pertaining to the deposit of securities is found in 1 place and there is better flow of the rules.
	New provision	<u>Rule 27.01</u>	<u>Obligations of Depositors in relation to deposit of securities</u>  <u>A depositor must comply with all applicable provisions in Chapter 18 of these Rules in relation to deposit of securities with the Depository.</u>	This is the general provision which requires all depositors to comply with the relevant provisions applicable to them in Chapter 18.
Rule 27.01	<p><b>Prescribed securities:</b></p> <p>The prescription of any security shall be done by the Stock Exchange after consultation with the Depository and notice shall be given to the public by advertisement in not less than three daily national newspapers, one of which shall be</p>	<del>Rule 27.01</del>	<del>Deleted.</del>	This provision is deleted as it is a requirement under SICDA and is imposed on the stock exchange.

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	in the national language and one in the English language unless exempted by the Commission in writing.			
<b>Rule 27.01 A</b>	<b>Mandatory deposits:</b> (1) <b>Deposits upon prescription of securities listed or proposed to be listed:</b> Upon prescription of any securities listed or proposed to be listed on the Stock Exchange, the holders of those securities shall deposit the securities within the prescribed period with the Depository. (2) <b>Deposits of existing prescribed securities:</b> All holders of existing prescribed securities shall deposit their securities with the Depository within the time frame stipulated in the Act. (3) <b>Exceptions to mandatory deposits:</b> (a) Rule 27.01A(1) and Rule 27.01A(2) shall not apply to the following securities or class of securities of an issuer- (i) Deleted (ii) securities or class of securities of an issuer listed,	<del>Rule 27.01 A</del>	<del>Deleted.</del>	Rule 27.01A is deleted as it is now moved with revisions to Rule 18.04.

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	<p>quoted or traded on a stock market other than a stock market of the Stock Exchange, as may be prescribed by the Depository; or</p> <p>(iii) any other securities or class of securities of an issuer, as may be determined by the Depository after consultation with the Commission (hereinafter referred to as “the Exempted Securities”).</p> <p>(b) The Depository may with respect to the Exempted Securities prescribe-</p> <p>(i) the period of exemption; and</p> <p>(ii) upon the expiry of the period of exemption, the manner of deposit of the same.</p>			
<p><b>Rule 27.02</b></p>	<p><b>Prescribed securities and unlisted securities:</b></p> <p>(1) <b>Securities accepted for deposit:</b> The Depository shall accept prescribed securities and unlisted securities to be deposited with the Depository provided always that the requirements</p>	<p><del>Rule 27.02</del></p>	<p><del>Deleted.</del></p>	<p>Rule 27.02 is deleted and deposit of prescribed securities and unlisted securities by the securities holders is set out in Rule 18.05.</p>

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	<p>for deposit as stipulated in Rule 6.04 have been fully complied with.</p> <p>(2) <b>When deposits are not allowed:</b> Notwithstanding the provisions in Rule 27.02(1), the Depository may disallow a depositor from depositing his securities with the Depository under such circumstances and for such period of time as may be prescribed by the Depository.</p>			
<p><b>Rule 27.03</b></p>	<p><b>Precondition for deposit:</b></p> <p>Unless he already has an existing securities account, a person who wishes to deposit any prescribed securities or unlisted securities shall first open a securities account.</p>	<p><del>Rule 27.03</del></p>	<p><del>Deleted.</del></p>	<p>Rule 27.03 is deleted as it is now moved with revisions to Rule 18.05.</p>
<p><b>Rule 27.04</b></p>	<p><b>Deposit Period:</b></p> <p>(1) <b>Deposit date:</b> Prescribed securities shall be deposited with the Depository via the authorised depository agents with or through whom securities accounts are maintained from the deposit date.</p> <p>(2) <b>Eligibility for deposit:</b> Unlisted securities of an issuer may be deposited at any time and from time to time with the Depository via the</p>	<p><del>Rule 27.04</del></p>	<p><del>Deleted.</del></p>	<p>Rule 27.04 is deleted and the relevant time frames imposed by the Depository will be set out in the Procedures Manual.</p>

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	authorised depository agents with or through whom securities accounts are maintained on or after the date the Depository prescribes such securities of the issuer as being eligible for deposit.			
<b>Rule 27.04 A</b>	<p><b>Processing of deposits:</b></p> <p>A depositor shall deposit all prescribed securities and unlisted securities with the Depository via his authorised depository agent before 12.00 p.m. on any market day to ensure that the deposit shall be considered the same market day's transaction.</p>	<del>Rule 27.04 A</del>	<del>Deleted.</del>	Rule 27.04A is deleted and the process for deposit of securities with BMDepo is in Chapter 18 and the applicable time frame will be set out in the Procedures Manual.
<b>Rule 27.05 A</b>	<p><b>Rejection of deposit:</b></p> <p>(1) <b>Rejection of deposit:</b> A deposit of any scrip or document lodged by a depositor which is not capable of being registered by the issuer under Rule 18.03 or which is not good for delivery shall, unless withheld for investigation purposes, be rejected by the Depository or an authorised depository agent.</p> <p>(2) Deleted</p>	<del>Rule 27.05 A</del>	<del>Deleted.</del>	Rule 27.05A is deleted as it is now moved with revisions to Rule 18.07(2).
<b>Rule 27.05 B</b>	<p><b>Moratorium securities:</b></p>	<del>Rule 27.05 B</del>	<del>Deleted.</del>	Rule 27.05B is deleted as it is now moved with revisions to Rule 18.08.



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	<p>Moratorium securities shall be deposited into the securities account of the person whose name appears on the scrip and shall be designated as securities under moratorium. The designation shall be removed after expiry of the moratorium upon confirmation by the issuer.</p>			
<p><b>Rule 27.06</b></p>	<p><b>Suspension of securities:</b></p> <p>(1) <b>Securities in suspense:</b> Where prescribed securities have been deposited with the Depository under these Rules, pending verification by the respective issuers or their company registrars, as the case may be, pursuant to Rule 18.03, such securities shall be credited into and designated as “securities in suspense” in the securities accounts of the respective depositors.</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 as the case may be, arising from any corporate actions in relation</p>	<p><del>Rule 27.06</del></p>	<p><del>Deleted.</del></p>	<p>This provision is deleted as it is no longer relevant in light of the revised workflow whereby the issuer will be the party accepting requests for the deposit of securities from the depositor and the crediting by BMDepo will only be done thereafter.</p>

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	to the unlisted securities, notwithstanding the crediting of those securities into the securities accounts of the respective depositors.			
<b>Rule 27.07</b>	<p><b>“Free Securities”:</b></p> <p>Notwithstanding the provisions of Rule 27.06, where a deposit of scrips is made on any market day, the depositor is hereby advised that at least nine market days may be required before such securities which are capable of being accepted into the Depository shall be standing to the credit of the depositor’s securities account as “free securities”.</p>	<del>Rule 27.07</del>	<del>Deleted.</del>	<p>Under the dematerialised framework, the securities will only be credited into the depositor’s account after the issuer has submitted to BMDepo the letter confirming the registration of transfer to BMDepo or its nominee company, the extract of the register of members and the details of the securities to be credited into the CDS accounts. The credited securities would already be free securities.</p> <p>As such, Rule 27.07 is no longer applicable and is proposed to be deleted.</p>
<b>Rule 27.08</b>	<p><b>Transmission of securities to be deposited with the Depository:</b></p> <p>(1) <b>Types of transmissions to be facilitated:</b> The Depository may prescribe circumstances in which the Depository will facilitate a transmission of securities to be deposited with the Depository.</p> <p>(2) <b>Procedures:</b> The Depository may prescribe the procedures applicable to a transmission of securities to be effected under this rule.</p>	<del>Rule 27.08</del>	<del>Deleted.</del>	Rule 27.08 is deleted as it is now moved with revisions to Rule 18.11.

**Annexure A – Consultation Paper  
Amendments to the Rules of Bursa Malaysia Depository Sdn Bhd  
In relation to Dematerialisation  
[Draft for Consultation – 15 April 2019]**

RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS	RATIONALE
	<p>(3) <b>Depositor to comply with procedures:</b> A depositor who wishes to transmit securities pursuant to this Rule must comply with the procedures applicable to a transmission of securities as may be prescribed by the Depository.</p> <p>(4) <b>Issuer to comply with procedures:</b> The issuer must comply with the procedures referred to in Rule 18.08(2) in processing the depositor’s request pursuant to Rule 27.08(3).</p>			

[End of Proposed Rule Amendments]