

**AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle**



RULES OF BURSA MALAYSIA SECURITIES BHD

AMENDMENTS TO THE RULES IN RELATION TO THE INTRODUCTION OF T+2 SETTLEMENT CYCLE

RULE	CURRENT PROVISION	RULE	AMENDED PROVISION
1.01	<p>Definition</p> <p>The following terms have the following meanings unless the context requires otherwise:</p> <p>Immediate Basis Contract A contract where the date and time for delivery and settlement for the buying and selling of securities traded on the stock market of the Exchange are as stipulated in Schedule 2.</p>	1.01	<p>Definition</p> <p>The following terms have the following meanings unless the context requires otherwise:</p> <p>Immediate Basis Contract A contract where the date and time for delivery and settlement for the buying and selling of securities traded on the stock market of the Exchange are as stipulated in Schedule 2. <i>[Deleted]</i></p>
7.02 (2A)	<p>Quotation and trading in securities</p> <p>(2A) The transactions mentioned in Rule 7.02(2)(a) and (b) must be executed either on a Ready Basis Contract or Immediate Basis Contract as determined by the Exchange.</p>	7.02 (2A)	<p>Quotation and trading in securities</p> <p>(2A) The transactions mentioned in Rule 7.02(2)(a) and (b) must be executed either on a Ready Basis Contract or Immediate Basis Contract as determined by the Exchange. <i>[Deleted]</i></p>

**AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle**



RULE	CURRENT PROVISION	RULE	AMENDED PROVISION
7.22(2)	<p>Designated Account</p> <p>(2) Where the Eligible Securities borrowed are held in a Securities Account maintained in the name of a Participating Organisation in the Participating Organisation's capacity as an Authorised Nominee or Exempt Authorised Nominee, the Participating Organisation can only hold the Eligible Securities in that Securities Account for a maximum period of 3 Market Days from the date the Eligible Securities are credited into the Securities Account.</p>	7.22(2)	<p>Designated Account</p> <p>(2) Where the Eligible Securities borrowed are held in a Securities Account maintained in the name of a Participating Organisation in the Participating Organisation's capacity as an Authorised Nominee or Exempt Authorised Nominee, the Participating Organisation can only hold the Eligible Securities in that Securities Account for a maximum period of 32 Market Days from the date the Eligible Securities are credited into the Securities Account.</p>
7.30 (19)	<p>Margin Financing</p> <p>(19) (a) A Participating Organisation must request for additional Margin and impose Haircuts on any collateral and securities purchased and carried in Margin accounts on the occurrence of:</p> <ul style="list-style-type: none"> (i) unusually rapid or volatile changes in value of the securities; (ii) non-existence of an active market for the securities; (iii) suspension of the securities from trading on a market; or (iv) no possibility of immediate liquidation for the securities. <p>(b) If the suspension stated in Rule 7.30(19)(a)(iii) is more than 3 Market Days, the Haircut must be 100%.</p>	7.30 (19)	<p>Margin Financing</p> <p>(19) (a) A Participating Organisation must request for additional Margin and impose Haircuts on any collateral and securities purchased and carried in Margin accounts on the occurrence of:</p> <ul style="list-style-type: none"> (i) unusually rapid or volatile changes in value of the securities; (ii) non-existence of an active market for the securities; (iii) suspension of the securities from trading on a market; or (iv) no possibility of immediate liquidation for the securities. <p>(b) If the suspension stated in Rule 7.30(19)(a)(iii) is more than 32 Market Days, the Haircut must be 100%.</p>

**AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle**



RULE	CURRENT PROVISION	RULE	AMENDED PROVISION
7.31(1)(d)	<p>Discretionary Financing</p> <p>(1) Notwithstanding Part E of Chapter 9, a Participating Organisation may allow a buying Client to effect payment of its outstanding purchase position for an On-Market Transaction between T+4 and T+7 (“Discretionary Financing”) if:</p> <p>(d) the Client has notified the Participating Organisation not later than T+3 that Discretionary Financing is required in relation to the particular On-Market Transaction and the Participating Organisation accepts the utilisation of the Discretionary Financing for that transaction.</p>	7.31(1)(d)	<p>Discretionary Financing</p> <p>(1) Notwithstanding Part E of Chapter 9, a Participating Organisation may allow a buying Client to effect payment of its outstanding purchase position for an On-Market Transaction between T+4<u>T+3</u> and T+7 (“Discretionary Financing”) if:</p> <p>(d) the Client has notified the Participating Organisation not later than T+3<u>T+2</u> that Discretionary Financing is required in relation to the particular On-Market Transaction and the Participating Organisation accepts the utilisation of the Discretionary Financing for that transaction.</p>

AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle



RULE	CURRENT PROVISION	RULE	AMENDED PROVISION
7.38(2)	<p>Designated Account</p> <p>(2) Where the ISSBNT Eligible Securities purchased pursuant to ISSBNT are held in a Securities Account maintained in the name of a Participating Organisation in its capacity as an Authorised Nominee or Exempt Authorised Nominee, the Participating Organisation can only hold the ISSBNT Eligible Securities in that Securities Account for a maximum period of 3 Market Days from the date the ISSBNT Eligible Securities are credited into the Securities Account.</p>	7.38(2)	<p>Designated Account</p> <p>(2) Where the ISSBNT Eligible Securities purchased pursuant to ISSBNT are held in a Securities Account maintained in the name of a Participating Organisation in its capacity as an Authorised Nominee or Exempt Authorised Nominee, the Participating Organisation can only hold the ISSBNT Eligible Securities in that Securities Account for a maximum period of 3³² Market Days from the date the ISSBNT Eligible Securities are credited into the Securities Account.</p>
9.03	Ready and Immediate Basis Contracts	9.03	Ready and Immediate Basis Contracts
9.06(1)	<p>Buying-In Procedures</p> <p>(1) The Exchange will publish the name, quantity and bidding price of the securities for buying-in in the ATS half an hour before the commencement of the buying-in on a Market Day.</p>	9.06(1)	<p>Buying-In Procedures</p> <p>(1) The Exchange will publish the name, quantity and bidding price of the securities for buying-in in the ATS half an hour before the commencement of the buying-in on a Market Day.</p>

AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle



RULE	CURRENT PROVISION	RULE	AMENDED PROVISION
9.06(2)	(2) The Exchange will conduct buying-in through the ATS based on the period determined by the Clearing House and if the buying-in is not executed or executed fully during that period, the buying-in may be continued on the following Market Days as instructed by the Clearing House.	9.06(2)	(2) The Exchange will conduct buying-in through the ATS based on the period determined by the Clearing House and if the buying-in is not executed or executed fully during that period, the buying-in may be continued on the following Market Days as instructed by the Clearing House. <i>[Deleted]</i>

**AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle**



RULE	CURRENT PROVISION	RULE	AMENDED PROVISION
9.07(1)	<p>Cash Settlement</p> <p>(1) If buying-in is not successful by T+8 or within such period as may be stipulated by the Clearing House, the buying-in will be withdrawn if instructed by the Clearing House. The Contract will then be settled by payment of cash for the quantity not done through the buying-in, in accordance with the Clearing House Rules, to the person below based on the cash settlement amount determined by the Clearing House:</p>	9.07(1)	<p>Cash Settlement</p> <p>(1) If buying-in is not successful by T+8<u>on T+2</u> or within such period as may be stipulated by the Clearing House, the buying-in will be withdrawn if instructed by the Clearing House. The Contract will then be settled by payment of cash for the quantity not done through the buying-in, in accordance with the Clearing House Rules, to the person below based on the cash settlement amount determined by the Clearing House:</p>
9.09(1)	<p>Settlement between a Participating Organisation and Client</p> <p>(1) If a Participating Organisation is a seller in a Contract, the Participating Organisation must pay the selling Client for the securities sold by the day and time stipulated in Schedule 2.</p>	9.09(1)	<p>Settlement between a Participating Organisation and Client</p> <p>(1) If a Participating Organisation is a seller in a Contract, the Participating Organisation must pay the selling Client for the securities sold by on the day and not later than the time stipulated in Schedule 2.</p>
9.09(3)	<p>(3) Notwithstanding Rule 9.09(2), a buying Client may sell securities for which he has not paid, at any time before 12.30 p.m. on the 3rd Market Day following the Contract Date (T+3) and such sale will be deemed to be a sale to close-off the buying Client's purchase position in respect of that securities and such close-off is referred to as "contra".</p>	9.09(3)	<p>(3) Notwithstanding Rule 9.09(2), a buying Client may sell securities for which he has not paid, at any time before 12.30<u>2.00</u> p.m. on the 3rd<u>2nd</u> Market Day following the Contract Date (T+3<u>T+2</u>) and such sale will be deemed to be a sale to close-off the buying Client's purchase position in respect of that securities and such close-off is referred to as "contra".</p>

Annexure 1
AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle



SCHEDULE 2
[Chapters 7 & 9]

DELIVERY AND SETTLEMENT TIME FOR ON-MARKET TRANSACTIONS

Type of Contract	Tradeable Balance in seller's account (Rule 9.03(1))	Payment to selling Client (Rule 9.09(1))	Delivery to buyer (Rule 9.03(2))	Payment by buying Client (Rule 9.09(2))	Selling-out (Rule 9.12(1))
Ready Basis	<p><u>For first batch settlement-run: T+2T+1 by 4.004.30 p.m.</u></p> <p><u>For second batch settlement-run: T+2 by 11.30 a.m.*</u></p>	T+3T+2, not later than 12.302.00 p.m.	<p><u>For first batch settlement-run: T+3T+2, not later than 10.00 a.m.</u></p> <p><u>For second batch settlement-run: T+2, not later than 2.00 p.m.</u></p>	T+3T+2, not later than 12.302.00 p.m.	T+3T+2 from 12.302.00 p.m. until T+4T+3
Immediate Basis	T+1 by 4.00 p.m. [Deleted]	T+2, not later than 12.30 p.m. [Deleted]	T+2, not later than 10.00 a.m. [Deleted]	T+2, not later than 12.30 p.m. [Deleted]	T+2 from 12.30 p.m. until T+3 [Deleted]

** The Exchange will only commence buying-in without notice under Rule 9.05(1) if the Participating Organisation fails to have the quantity of securities sold in the Contract as the Tradeable Balance in the Securities Account used for the sale by the time stipulated for second batch settlement-run.*

[End of Schedule]

Annexure 1
AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BHD
In Relation to the T+2 Settlement Cycle



SCHEDULE 3
[Rule 10.03]

DELIVERY AND SETTLEMENT TIME FOR DIRECT BUSINESS TRANSACTIONS

Type of Contract	Tradeable Balance in seller's account	Payment to selling Client	Delivery to buyer	Payment by buying Client	Selling Out
Ready Basis	<p><u>For first batch settlement-run: T+2-T+1 by 4.00-4.30 p.m.</u></p> <p><u>For second batch settlement-run: T+2 by 11.30 a.m.</u></p>	<p><u>T+3T+2, not later than 12.30-2.30 p.m.</u></p>	<p><u>For first batch settlement-run: T+3T+2, not later than 12.00 p.m-11.00 a.m.</u></p> <p><u>For second batch settlement-run: T+2, not later than 3.00 p.m.</u></p>	<p><u>T+3T+2, not later than 12.30-2.00 p.m.</u></p>	<p><u>T+3T+2, from 12.30-2.00pm p.m. until T+4T+3</u></p>
Immediate Basis	<p><u>T+1 by 4.00 p.m./Deleted]</u></p>	<p><u>T+2, not later than 12.30pm/Deleted]</u></p>	<p><u>T+2, not later than 12.00pm/Deleted]</u></p>	<p><u>T+2, not later than 12.30pm/Deleted]</u></p>	<p><u>T+2, from 12.30pm-until T+3/Deleted]</u></p>

[End of Schedule]

[End of Rule Amendments]