

Annexure 1
AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD
 Consequential to the Revamp of the BMD Rules and Directives

RULES OF BURSA MALAYSIA SECURITIES BERHAD (“RULES OF BURSA SECURITIES”)

PROPOSED AMENDMENTS CONSEQUENTIAL TO THE PHASE 3 REVIEW OF THE RULES OF BURSA MALAYSIA DERIVATIVES BERHAD (“BMD PHASE 3 REVIEW”)

| RULE | EXISTING PROVISION | RULE | AMENDED PROVISION |
|------|--|------|---|
| 3.46 | <p>Qualification criteria</p> <p>(2) In addition to the requirements in Rule 3.46(1), a Proprietary Day Trader appointed by a Participating Organisation must also not hold a Capital Markets Services Representative’s Licence for dealing in derivatives.</p> | 3.46 | <p>Qualification criteria</p> <p>(2) In addition to the requirements in Rule 3.46(1), a Proprietary Day Trader appointed by a Participating Organisation must also not hold a Capital Markets Services Representative’s Licence for dealing in derivatives. <u>[Deleted]</u></p> |
| 3.47 | <p>Obligations of a Dealer’s Representative</p> <p>(1) Throughout the term of a Dealer’s Representative’s registration with the Exchange, the Dealer’s Representative must:</p> <p style="padding-left: 40px;">(k) not undertake trading for the Participating Organisation’s Client if the Dealer’s Representative undertakes proprietary trading for the Participating Organisation and vice versa;</p> | 3.47 | <p>Obligations of a Dealer’s Representative</p> <p>(1) Throughout the term of a Dealer’s Representative’s registration with the Exchange, the Dealer’s Representative must:</p> <p style="padding-left: 40px;">(k) not undertake trading for the Participating Organisation’s Client <u>or a client of a holder of a Capital Markets Services Licence for dealing in derivatives.</u> if the Dealer’s Representative undertakes proprietary trading for the Participating Organisation and vice versa;</p> |
| 7.04 | <p>Proprietary trading</p> <p>(1) A Participating Organisation must not allow a Dealer’s Representative who undertakes proprietary trading for the Participating Organisation to also deal for the Participating Organisation’s Clients.</p> <p>(2) A Participating Organisation may allow a Dealer’s Representative who undertakes proprietary trading for the Participating Organisation but who is not a</p> | 7.04 | <p>Proprietary trading</p> <p>(1) A Participating Organisation must not allow a Dealer’s Representative who undertakes proprietary trading for the Participating Organisation to also deal for the Participating Organisation’s Clients <u>or a client of a holder of a Capital Markets Services Licence for dealing in derivatives.</u></p> <p>(2) A Participating Organisation may allow a Dealer’s Representative who undertakes proprietary trading for</p> |

Annexure 1
AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD
Consequential to the Revamp of the BMD Rules and Directives

| | | | |
|-------------------|---|-------------------|---|
| | Proprietary Day Trader to conduct proprietary trading for the Participating Organisation's Related Corporation. | | the Participating Organisation but who is not a Proprietary Day Trader to conduct proprietary trading for the Participating Organisation's Related Corporation. |
| Schedule 1 | Please refer to the Schedule 1 below. | Schedule 1 | Please refer to the Schedule 1 below. |

AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD
Consequential to the Revamp of the BMD Rules and Directives

SCHEDULE 1
[Rule 3.48]

DEALER'S REPRESENTATIVE'S SCOPE OF ACTIVITIES

| | Activities |
|--|--|
| (a) Commissioned Dealer's Representative | <ul style="list-style-type: none"> ▪ A Commissioned Dealer's Representative can trade on behalf of Clients only and cannot execute proprietary trading for the Commissioned Dealer's Representative's Participating Organisation ▪ A Commissioned Dealer's Representative can execute any other trading activity the Commission permits except Day Trading |
| (b) Salaried Dealer's Representative | <ul style="list-style-type: none"> ▪ A Salaried Dealer's Representative can execute proprietary trading for the Salaried Dealer's Representative's Participating Organisation (only if not trading on behalf of Clients <u>or a client of a holder of a Capital Markets Services Licence for dealing in derivatives</u>) including trades executed for the Participating Organisation's Related Corporations referred to in Rule 7.04. ▪ If a Salaried Dealer's Representative trades on behalf of Clients <u>or a client of a holder of a Capital Markets Services Licence for dealing in derivatives</u>-, he can only do so if he is not doing proprietary trading for the Salaried Dealer's Representative's Participating Organisation or its Related Corporations ▪ A Salaried Dealer's Representative can execute any other trading activity the Commission permits except Day Trading |
| (c) Proprietary Day Trader | <ul style="list-style-type: none"> ▪ A Proprietary Day Trader can only execute Day Trading on behalf of a Participating Organisation ▪ A Proprietary Day Trader cannot trade on behalf of Clients <u>or clients of a holder of a Capital Markets Services Licence for dealing in derivatives</u> ▪ A Proprietary Day Trader cannot act as a Future's Broker's Representative ▪ A Proprietary Day Trader can execute any other trading activity the Commission permits |

[End of Schedule]

[End of Rule Amendments]