

BURSA MALAYSIA DERIVATIVES BERHAD

Date: 25 March 2022

Trading Participant Circular: 05 / 2022

CLARIFICATION ON TRADING FEES AND EXCHANGE LEVY

Reference is made to the Trading Participant Circular: 04 / 2022 dated 10 March 2022 on "Imposition Of Service Tax On Trading Fees" ("the Circular").

Bursa Malaysia Derivatives Berhad ("BMDB") wishes to clarify that:-

- 1) The term "**Trading Fees**" referred to in the Circular is a legacy from the term "**Exchange Levy**";
- 2) Trading Fees charged by Bursa Malaysia Derivatives Berhad ("BMDB") falls within the provision of digital services provided by BMDB to Trading Participants, and hence is subject to 6% Service Tax pursuant to the Service Tax Act 2018; and
- 3) The list of Trading Fees is available in the Trading Participants' Trading Manual.

In the event of any queries in relation to the above matter, kindly contact 03-2052 3494 or e-mail BMDCustomerSupport@bursamalaysia.com

**Trading Operations & Market Control
Market Operations**