

Our Ref: KKK/IJ/LD22/20

6 May 2020

Via e-mail

The Directors
(Banks / Investment Banks)

Dear Sir/Madam

SECOND AMENDMENT TO ELIGIBILITY CRITERIA FOR FEE INCENTIVE SCHEME FOR ISSUANCE OF EXCHANGE-TRADED FUNDS

Further to our letters dated 15 January 2020 and 26 February 2020 in relation to the fee incentive scheme for issuance of Exchange-Traded Funds (“ETF”).

Taking into consideration of the implementation of Movement Control Order (“MCO”) since 18 March 2020, kindly be informed that Bursa Malaysia has revised the eligibility criteria on the initial listing fee rebate for issuance of ETF for the year **2020** with details below:

Rebate eligibility	Current incentive (period: 1 Jan 2020 – 31 Dec 2021)		Revised incentive for year 2020 (period: 1 Jan 2020 – 31 Dec 2020)	
			Scenario 1: Length of MCO= 2 months ¹	Scenario 2: Length of MCO= 3 months ²
Investor Education Activities	Each ETF issuer must conduct at least 20 retail workshops and/or webinars and/or participation in Bursa Marketplace’s Facebook live sessions in each year to be entitled for the incentive scheme below.		Each ETF issuer must conduct at least 13 retail workshops and/or event and/or online workshops and/or talks and/or shows in any platform ^{3,4} in each year to be entitled for the incentive scheme below.	Each ETF issuer must conduct at least 12 retail workshops and/or event and/or online workshops and/or talks and/or shows in any platform ^{3,4} in each year to be entitled for the incentive scheme below.
Tiered Incentive Scheme	No. of ETF listings per year	Rebate on Initial Listing Fees	Maintain	
	≥2	50%		
	≥4	100%		

¹ Length of MCO in months, to be rounded up. (for example, 2.5 months will be rounded to 3 months)

² If MCO were to last for more than 3 months, the formula below will be applied for the criteria of investor education activities: $20 \times (12 - (M + 2)) / 12$, taking M = length of MCO in months.

³ Issuers are required to submit invitation sent out to investors and proof of number of participants.

⁴ Issuers are allowed hire third party to conduct the abovementioned.

Issuer of ETF which has met the conditions for the fee incentive will be reimbursed on a yearly basis based on the request for refund by the issuer at the end of 2020 and 2021 respectively. All requests must be made using Bursa Malaysia Securities Berhad's standard template which is attached herewith.

Yours faithfully,


Sisting
Listing
Regulation

Request for Refund Template

Listing, Regulation
 Bursa Malaysia Securities Berhad
 Exchange Square
 Bukit Kewangan
 50200 Kuala Lumpur

Request for refund pursuant to the fee incentive scheme for issuance of Exchange-Traded Funds (“ETF”)

I / we declare that the following information and enclosures are accurate:

- (1) A copy each of the invitation sent out to the investors and proof of number of participants pertaining to the retail workshops and/or event and/or online workshops and/or talks and/or shows in any platform in (year) are enclosed in Appendix 1.
- (2) ETF listed in (year) are as follows:

	Stock Short Name	Listing Date
1.		
2.		

- (3) Incentive entitled

Total Initial Listing Fee paid (A)	
Incentive entitled (%) (B)	
Total amount of refund [(A)*(B)]	

Yours faithfully,

[Authorised signatory of the issuer]
 Name:
 Designation:

[Authorised signatory of the issuer]
 Name:
 Designation: