

Bursa Malaysia Rules – Key Enforcement Cases in 2015

C. Cases of misconduct including cases involving unlicensed persons / unauthorised trades where Enforcement Actions were Taken Against RPs (DRs/FBRs)/the company (POs/TPs) for lapses of supervision

- (l) Bursa Malaysia Securities had imposed a public reprimand, fines and/or suspension/striking off and/or Mandatory Training on the following RPs/DRs for engaging in various misconducts including abuses of clients' accounts and/or monies, the details of which can be found in the media releases issued:-

<u>No.</u>	<u>RP/DR</u>	<u>Type of misconduct</u>	<u>Date of media release</u>
1.	Aizuddin bin Sidek	<ul style="list-style-type: none"> misapplication of clients' monies unauthorised trades sharing of User IDs and passwords 	1 December 2015
2.	Ahmad Zahril bin Mohd Yusof		
3.	Mohammad Nizam bin Mat Hussain		
4.	Masharumi binti Md Kassim		
5.	Amran Amir bin Ismet Amir Mohd Idris	<ul style="list-style-type: none"> account opening breaches unauthorised trades 	2 September 2015

Glossary:

Bursa Malaysia Securities: Bursa Malaysia Securities Berhad
 Bursa Malaysia Derivatives: Bursa Malaysia Derivatives Berhad
 CDR: Commissioned Dealer's Representative
 CMSA: Capital Markets & Services Act 2007
 CMSR: Capital Market Services Representative
 DR: Dealer's Representatives
 FBR: Futures Broker's Representative

Mandatory Training: Requirement to undergo training on conduct or professionalism of DRs/Registered Persons/Head of Dealing/Compliance Officer/market offences
 PO: Participating Organisation
 RP: Registered Person
 RR: Registered Representative
 SC: Securities Commission
 TP: Trading Participant

Bursa Malaysia Rules – Key Enforcement Cases in 2015

- (II) Bursa Malaysia Securities had also imposed a private reprimand, fine and/or suspension and/or Mandatory Training on the following RPs/DRs for engaging in the misconducts set out below:-

Case C1: Unauthorised trades

- (1) A FBR was imposed a private reprimand and a fine of RM5,000 for he had carried out trades in his client's account without the client's prior instructions, consent and/or authorisation purportedly to protect his client's interest which resulted in losses in the client's account. As such, the FBR had carried out trades in a manner which tantamount to him operating the client's account (which was a non-discretionary account) in a discretionary manner without his client's authorisation.
- (2) In imposing the sanctions, various factors were taken into consideration, including that the incident was isolated i.e. on 1 trading day, there was no evidence to show that the FBR attempted to conceal the trades from his client and the FBR had compensated his client for the losses.

Glossary:

Bursa Malaysia Securities: Bursa Malaysia Securities Berhad
Bursa Malaysia Derivatives: Bursa Malaysia Derivatives Berhad
CDR: Commissioned Dealer's Representative
CMSA: Capital Markets & Services Act 2007
CMSR: Capital Market Services Representative
DR: Dealer's Representatives
FBR: Futures Broker's Representative

Mandatory Training: Requirement to undergo training on conduct or professionalism of DRs/Registered Persons/Head of Dealing/Compliance Officer/market offences
PO: Participating Organisation
RP: Registered Person
RR: Registered Representative
SC: Securities Commission
TP: Trading Participant