

PARTICIPATING ORGANISATIONS' CIRCULAR
Date : 15 June 2020
No : R/R 9 of 2020
TEMPORARY WAIVERS IN RELATION TO DAY TRADING¹
1.0 TEMPORARY WAIVERS

- 1.1 Reference is made to the temporary suspension of the Short Selling Frameworks implemented from 24 March 2020 vide the Participating Organisations (“**PO**”) Circular No. R/R 5 of 2020, currently extended to 30 June 2020 vide the PO Circular No. R/R 7 of 2020 (“**Temporary Suspension of Short Selling**”).
- 1.2 Pursuant to Rule 2.01(2)(b) of the BMS Rules, Bursa Malaysia Securities Berhad (the “**Exchange**”) will temporarily waive certain requirements as set out in paragraph 1.3 below to accord greater flexibility for Proprietary Day Traders to carry out their normal intraday buy and sell in view of the Temporary Suspension of Short Selling.
- 1.3 The details of the waivers are as follows:

PO DIRECTIVES ON THE USE OF DAY TRADING ACTIVITIES ACCOUNT NO. 7.05(1)-001 (“DIRECTIVE ON DAY TRADING”)		
PARA GRAPH	CURRENT PROVISION	WAIVERS
3.1(1)(b)	<p>3.1 Opening of Day Trading Activities Account</p> <p>(1) A Participating Organisation may carry out Day Trading subject to the following conditions:</p> <p>(b) the Participating Organisation must close off any buy positions with sell positions not later than T+1;</p>	<p>The condition in paragraph 3.1(1)(b) of the Directive on Day Trading that in carrying out Day Trading, a PO must close off any buy positions with sell positions not later than T+1 is waived.</p> <p>The buy position of a PO in carrying out Day Trading will instead be subjected to the delivery and settlement requirements under Chapter 9 of the Rules of Bursa Malaysia Securities Berhad (“BMS Rules”).</p>
3.4(3)	<p>3.4 Procedures and Controls</p> <p>(3) A Participating Organisation must report to the Exchange the following:</p>	<p>The reporting requirement in paragraph 3.4(3)(b) of Directive on Day Trading is waived consequential to the waiver of paragraph 3.1(1)(b).</p>

¹ Pursuant to Rule 1.01 of the BMS Rules, “**Day Trading**” means the taking of proprietary positions by the Participating Organisations on an intraday buy and sell and vice versa, and for the avoidance of doubt excludes Direct Business transactions.



	(b) the net buy positions which have not been closed off in accordance with the requirements of paragraph 3.1(1)(b) and the reasons by 9.00 am on T+2; and	
3.4(4)	<p>3.4 Procedures and Controls</p> <p>(4) Pursuant to paragraph 3.1(5), a Participating Organisation must submit the report in the format attached to this Directive as Appendix 1(a), 1(b) and 1(c) (“Exceptional Reporting”) and in the following manner:</p> <p>(b) all reporting on the net buy positions which have not been closed off in accordance with the requirements of paragraph 3.1(1)(b) of these Directives must be in Appendix 1(b);</p>	The reporting requirement in paragraph 3.4(4)(b) of Directive on Day Trading is waived consequential to the waiver of paragraph 3.1(1)(b).

2.0 EFFECTIVE DATE

2.1 The temporary waivers in relation to Day Trading as stated in paragraph 1.3 above will be effective **from 15 June 2020 until the upliftment of the Temporary Suspension of Short Selling.**

3.0 CONTACT PERSONS

3.1 In the event of any queries in relation to the above matter, kindly contact the Exchange as follows:

Name	Contact
Participants Supervision (Compliance)	isd2@bursamalaysia.com
Securities Market	pmd@bursamalaysia.com
Market Operations (Trading related matters)	smo@bursamalaysia.com
Regulatory Policy & Advisory (Rules and Directives)	rpa@bursamalaysia.com

This Circular is available at:

https://www.bursamalaysia.com/regulation/securities/rules_of_bursa_malaysia_securities