

ANNEXURE 1
AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD
Expansion of the Market Making Framework

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

AMENDMENTS TO THE RULES IN RELATION TO THE EXPANSION OF THE MARKET MAKING FRAMEWORK

RULE	CURRENT PROVISION	RULE	PROPOSED AMENDMENTS
1.01	<p>Admission Guidelines The admission guidelines for the registration of Participating Organisation, Registered Person, or Market Maker which are made available on the Exchange Holding Company’s website.</p>	1.01	<p>Admission Guidelines The admission guidelines for the registration of Participating Organisation, Registered Person, or Market Maker <u>or Derivatives Specialist</u> which are made available on the Exchange Holding Company’s website.</p>
1.01	NEW	1.01	<p><u>BOCA Declaration</u> <u>The Declaration on Cooperation and Supervision of International Futures Markets and Clearing Organisations.</u></p>
1.01	NEW	1.01	<p><u>Derivatives Specialist</u> <u>A person prescribed under Part C of Chapter 4, who is registered with the Exchange.</u></p>
1.01	<p>Internal Guidelines for Permitted Short Selling Written guidelines formulated by a Market Maker setting out the Market Maker’s internal policies, procedures, controls and requirements on compliance with laws and these Rules in relation to Permitted Short Selling activities.</p>	1.01	<p>Internal Guidelines for Permitted Short Selling Written guidelines formulated by a Market Maker <u>or a Derivatives Specialist</u> setting out the Market Maker’s <u>or the Derivatives Specialist’s</u> internal policies, procedures, controls and requirements on compliance with laws and these</p>

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			Rules in relation to Permitted Short Selling activities.
1.01	NEW	1.01	<u>IOSCO MMOU</u> <u>The International Organisation of Securities Commissions Multilateral Memorandum of Understanding</u>
1.01	Permitted Short Selling The short selling of units of an ETF or constituent securities carried out in accordance with Part D of Chapter 4.	1.01	Permitted Short Selling The short selling of units of an ETF or constituent securities <u>PSS Securities</u> carried out in accordance with Part DE of Chapter 4.
1.01	NEW	1.01	<u>PSS Securities</u> <u>Any of the securities traded on the stock market of the Exchange that is prescribed by the Exchange for the purposes of Permitted Short Selling under Rule 4.15(1).</u>
1.01	Securities Borrowing and Lending The borrowing or lending of securities pursuant to Part F of Chapter 7.	1.01	Securities Borrowing and Lending <u>or</u> <u>SBL</u> The borrowing or lending of securities pursuant to Part F of Chapter 7.
1.01	NEW	1.01	<u>Single Stock Futures Contract</u> <u>A single stock futures contract traded on the Derivatives Exchange.</u>

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1.01	NEW	1.01	<p><u>Stock Option Contract</u> <u>A stock option contract traded on the Derivatives Exchange.</u></p>
CHAPTE R 4	Please refer to Annexure 1(A) below.	CHAPTE R 4	Please refer to Annexure 1(A) below.
8.31	<p>Suspension of regulated short selling</p> <p>Without affecting Rule 8.32, the Exchange may suspend any order entry into the order book in the ATS for any further Regulated Short Selling of Approved Securities, if the quantity of the total short position of an Approved Securities or a class of Approved Securities triggers such thresholds as may be prescribed by the Exchange.</p> <p><i>[Refer to Directive No. 8-002]</i></p>	8.31	<p>Suspension of regulated short selling</p> <p>Without affecting Rule 8.32, the Exchange may suspend any order entry into the order book in the ATS for any further Regulated Short Selling of Approved Securities, if the quantity of the total short position of an Approved Securities or a class of Approved Securities triggers such thresholds as may be prescribed by the Exchange.</p> <p><i>[Refer to Directive No. 8-002]</i></p>
15.01	<p>General</p> <p>(1) In this Chapter,</p> <p style="padding-left: 40px;">(a) “Participant” includes a Participating Organisation and Registered Person(s) of the Participating Organisation;;</p> <p style="padding-left: 40px;">(b) “disciplinary proceedings” where the context permits includes appeal proceedings under Part E of this Chapter 15; and</p> <p>(2) Where the acts or omissions of a Registered Person(s), employee or agent of a Participating Organisation would have been subject to these Rules had such acts or omissions been committed by the Participating Organisation, then such acts or omissions are deemed to be committed by that Participating Organisation and disciplinary action may be taken against it.</p>	15.01	<p>General</p> <p>(1) In this Chapter,</p> <p style="padding-left: 40px;">(a) “Participant” includes a Participating Organisation and Registered Person(s) of the Participating Organisation, <u>Market Maker and Derivatives Specialist;</u></p> <p style="padding-left: 40px;">(b) “disciplinary proceedings” where the context permits includes appeal proceedings under Part E of this Chapter 15; and</p> <p>(2) Where the acts or omissions of a Registered Person(s), employee or agent of a Participating Organisation, <u>Market Maker or Derivatives Specialist</u> would have been subject to these Rules had such acts or omissions been committed by the Participating Organisation, <u>Market Maker or Derivatives Specialist, as the case may be,</u> then</p>

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			such acts or omissions are deemed to be committed by that Participating Organisation, <u>Market Maker or Derivatives Specialist, as the case may be</u> , and disciplinary action may be taken against it.
Appendix 5	NOTIFICATION REQUIRED IN ORDER TO CARRY OUT MARKET MAKING AND PERMITTED SHORT SELLING AND DECLARATION REQUIRED FOR PERMITTED SHORT SELLING Please refer to Annexure 1(B) below.	Appendix 5	NOTIFICATION REQUIRED IN ORDER TO CARRY OUT MARKET MAKING AND PERMITTED SHORT SELLING AND DECLARATION REQUIRED FOR PERMITTED SHORT SELLING Please refer to Annexure 1(B) below.

[End of Amendments to BMS Rules]

CHAPTER 4 MARKET MAKERS AND DERIVATIVES SPECIALISTS

PART A REGISTRATION OF A MARKET MAKER

4.01 Qualification Criteria

- (1) An applicant who intends to apply to be a Market Maker for a Specified Security must be an entity that fulfils any one of the following requirements:
- (a) a Participating Organisation;
 - (b) a licensed bank, or licensed investment bank under the FSA, in which the licensed investment bank is not also a Participating Organisation;
 - (c) a Related Corporation of (a) or (b) above, incorporated under the Companies Act and has:
 - (i) a minimum shareholders' fund of RM2,000,000.00; and
 - (ii) at least 2 personnel with at least 5 years' experience in the following:
 - (aa) trading in securities as a Dealer's Representative or dealing in derivatives as a Registered Representative;
 - (bb) trading in treasury related instruments of a financial institution;
 - (cc) trading in securities as a dealer on a Recognised Stock Exchange; or
 - (dd) trading in derivatives as a dealer on a Specified Exchange as defined in the Derivatives Exchange Rules;
 - ~~(d) a foreign securities broker or foreign derivatives broker in a jurisdiction where the broker is regulated by a regulator who is a signatory to the International Organisation of Securities Commissions Multilateral Memorandum of Understanding ("IOSCO MMOU") or the Declaration on Cooperation and Supervision of International Futures Markets and Clearing Organisations ("BOCA Declaration") respectively ("Foreign Broker") and fulfils the following:
 - ~~(i) has a minimum paid up capital of equivalent RM2,000,000.00; and~~
 - ~~(ii) has the following experience:
 - ~~(aa) at least 3 years' Market Making experience; or~~
 - ~~(bb) at least 2 personnel with at least 3 years' experience in Market Making and is related to a company who is also a Foreign Broker which has at least 3 years Market Making experience; or~~~~~~
 - (d) a foreign corporation which fulfils the following:
 - (i) has a minimum paid up capital equivalent to RM2,000,000.00;
 - (ii) has the relevant market making experience in securities or derivatives markets for at least 3 years; and
 - (iii) is regulated by either of the following:

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(aa) a securities or derivatives exchange in a jurisdiction which regulator is a signatory to the IOSCO MMOU or the BOCA Declaration respectively; or

(bb) a regulator who is a signatory to the IOSCO MMOU or the BOCA Declaration respectively;

- (e) a Related Corporation of (d) above, incorporated under the Companies Act and fulfils the following:
- (i) has a minimum paid up capital equivalent to of RM2,000,000.00;
 - (ii) has at least 2 personnel with at least 3 years' experience in Market Making; and
 - (iii) the ~~Foreign Broker~~foreign corporation which is its Related Corporation has at least 3 years' experience in Market Making.

(2) In addition to the requirements in Rule 4.01(1), an applicant to be a Market Maker must also fulfil the following requirements:

- (a) has in place facilities and personnel adequate for the expeditious and orderly carrying out of its business of Market Making; and
- (b) has in place a supervisory programme and system of internal controls in respect of:
 - (i) the business of Market Making;
 - (ii) undertaking of risk management;
 - (iii) management of conflict of interest; and
 - (iv) compliance with these Rules.

4.02 Application Procedure

(1) An applicant who intends to apply to be a Market Maker for a Specified Security must apply to the Exchange in accordance with the Exchange's requirements and comply with any requirements as may be imposed by the Exchange.

[Refer to Directive No. 4-001]

(2) Notwithstanding the applicant meeting the qualification criteria set out in Part A of this Chapter 4, the Exchange may reject an application to register as a Market Maker in circumstances the Exchange deems fit.

4.03 Continuing Obligations

Throughout the term of its registration as a Market Maker, it must:

- (a) continuously comply with the qualification criteria stated under Part A of this Chapter 4;
- (b) immediately notify the Exchange in writing of:
 - (i) any change that will disqualify it as a Market Maker based on Part A of this Chapter 4 or upon becoming aware of any of the circumstances stated in Rule 4.13(2);
 - (ii) any change in the place of business of the Market Maker; and

- (iii) change in name of the Market Maker; and
- (c) comply with and give effect to these Rules and Directives ~~whether or not the provisions are directed at the Market Maker specifically where relevant.~~

4.04 General

~~Where the Exchange issues directives to modify the application of these Rules, in so doing, the Exchange may impose terms and conditions for compliance by Market Makers of certain types of securities specified by the Exchange, where deemed necessary or appropriate.~~

PART B OBLIGATIONS OF A MARKET MAKER

4.054 Bid and Offer Prices

- (1) A Market Maker for a Specified Security must enter bid and offer prices into the order book in the ATS for the purpose of buying and selling of the Specified Security as follows:
 - (a) with a minimum presence as stipulated by the Exchange;
 - (b) within the maximum spread allowed by the Exchange; and
 - (c) in not less than the minimum quantity allowed by the Exchange.
- (2) A Market Maker may be exempted from entering bid and offer prices as required under Rule 4.054(1) in circumstances deemed fit or allowed by the Exchange.

[Refer to Directive No. 4-001]

4.065 Designated Trading Account and Designated Securities Account

A Market Maker must undertake all Market Making activities through trading accounts and Securities Accounts designated specifically for Market Making activities based on the terms ~~stipulated~~prescribed by the Exchange and the Depository respectively.

[Refer to Directive No. 4-001]

4.076 Conduct by Market Maker

- (1) A Market Maker may only carry out its Market Making activities for its proprietary position and not for Clients or its Related Corporations.
- (2) A Market Maker may carry out Permitted Short Selling as ~~stipulated~~prescribed under Part ~~DE~~ of this Chapter 4 in the course of fulfilling its obligations under Rule 4.054(1).
- (3) If a Market Maker is not a Participating Organisation, the Market Maker must enter the bid and offer prices into the order book in the ATS through a Participating Organisation.
- (4) A Market Maker must notify the Exchange immediately if it is unable to fulfil its Market Making obligations for any reason whatsoever and later when it is able to resume its Market Making obligations under Rule 4.054(1).

- (5) A Market Maker must avoid any act or practice which is likely to:
- (a) lead to a false or misleading appearance of active trading in any securities on the stock market of the Exchange or a false or misleading appearance with respect to the market for, or the price of, any such securities; or
 - (b) directly or indirectly be tantamount to stock market manipulations,
- and must not participate in any operation by others which might have the same result.

PART C DERIVATIVES SPECIALIST

4.07 General

- (1) A market maker appointed by the Derivatives Exchange in respect of Single Stock Futures Contract or Stock Option Contract may apply to the Exchange to be a Derivatives Specialist.
- (2) If the market maker in Rule 4.07(1) is a foreign corporation, it must be regulated by either of the following:
- (a) a securities or derivatives exchange in a jurisdiction which regulator is a signatory to the IOSCO MMOU or the BOCA Declaration respectively; or
 - (b) a regulator who is a signatory to the IOSCO MMOU or the BOCA Declaration respectively.
- (3) A Derivatives Specialist may carry out Permitted Short Selling on the underlying securities of the Single Stock Futures Contract or Stock Option Contract which are Approved Securities as prescribed under Part E of this Chapter 4, as part of its market making activities.

4.08 Application Procedure

- (1) An applicant who intends to be a Derivatives Specialist must apply to the Exchange in accordance with the Exchange's requirements and comply with any requirements as may be imposed by the Exchange.
- [Refer to Directive No. 4-001]*
- (2) The Exchange may reject an application to register as a Derivatives Specialist in circumstances the Exchange deems fit.

4.09 Continuing Obligations

Throughout the term of its registration as a Derivatives Specialist, it must:

- (a) remain as a market maker with the Derivatives Exchange in respect of Single Stock Futures Contract or Stock Option Contract
- (b) immediately notify the Exchange of:
 - (i) upon becoming aware of any of the circumstances stated in Rule 4.13(2);
 - (ii) any change in the place of business of the Derivatives Specialist; and
 - (iii) change in name of the Derivatives Specialist; and

(c) comply with and give effect to these Rules and Directives, where relevant.

4.10 Designated trading account and Securities Account

A Derivatives Specialist must open a designated trading account and Securities Account based on the terms prescribed by the Exchange and the Depository respectively.

[Refer to Directive No. 4-001]

4.11 Conduct by Derivatives Specialist

(1) If a Derivatives Specialist is not a Participating Organisation, the Derivatives Specialist must execute Permitted Short Selling through a Participating Organisation.

(2) A Derivatives Specialist must avoid any act or practice which is likely to:

(a) lead to a false or misleading appearance of active trading in any securities on the stock market of the Exchange or a false or misleading appearance with respect to the market for, or the price of, any such securities; or

(b) directly or indirectly be tantamount to stock market manipulations,

and must not participate in any operation by others which might have the same result.

PART ~~C~~ RESIGNATION

4.0812 Resignation

(1) If a Market Maker ~~wishes to resign as a Market Maker of a Specified Security or a Derivatives Specialist~~ wishes to resign, it must give a written notice to the Exchange of its intention to resign not less than 30 days prior to the proposed date of resignation.

(2) The Exchange may accept the Market Maker's ~~or the Derivatives Specialist's~~ resignation subject to any conditions.

4.0913 Termination, Suspension or Restriction of ~~Market Making Activity~~ the Activities of a Market Maker or a Derivatives Specialist

(1) The Exchange may summarily suspend, ~~or terminate a Market Maker~~ or restrict ~~its Market Making activities~~ the activities of a Market Maker or a Derivatives Specialist if:

(a) the Market Maker has been wound up whether on a voluntary basis or otherwise;

(b) a receiver and manager, provisional liquidator or liquidator has been appointed for the Market Maker;

~~(c)~~(a) the Market Maker ~~or the Derivatives Specialist~~ fails to fulfil any of the requirements in Part A or Part C respectively of this Chapter 4; or

(d) the Market Maker is convicted of any offence in or outside of Malaysia involving dishonesty or fraud or had disciplinary action taken against it for breaches involving dishonesty or fraud; or

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~~(e)~~(b) the Market Maker continuously breaches its obligations under Rule 4.054(1) for a period determined by the Exchange.

~~(2)~~ A Market Maker or a Derivatives Specialist will summarily cease to be registered under these Rules if:

~~(a)~~ the Market Maker or the Derivatives Specialist has been wound up whether on a voluntary basis or otherwise;

~~(b)~~ a nominee of a corporate voluntary arrangement, a judicial manager, a receiver and manager, or a liquidator (including interim liquidator) has been appointed for the Market Maker or the Derivatives Specialist;

~~(c)~~ the Derivatives Specialist no longer fulfils the requirement in Rule 4.09(a); or

~~(d)~~ the Market Maker or the Derivatives Specialist is convicted of any offence in or outside of Malaysia involving dishonesty or fraud or had disciplinary action taken against it for breaches involving dishonesty or fraud.

4.4014 Continuing Liability

(1) A Market Maker or a Derivatives Specialist who has resigned or whose registration is terminated by the Exchange, remains liable to disciplinary action for any breach of these Rules or Directives committed during the period while it was a Market Maker or a Derivatives Specialist.

(2) All provisions in these Rules will continue to apply in respect of the former Market Maker or the former Derivatives Specialist to the extent required to give effect to Rule 4.4014(1).

PART ~~D~~E PERMITTED SHORTSELLING

4.4115 General

(1) A Market Maker or a Derivatives Specialist may ~~execute short selling for an ETF for which it is registered as a Market Maker, carry out Permitted Short Selling on the following securities~~ in the manner set out in Part ~~D~~E of this Chapter 4:

~~(a)~~ a Market Maker for an ETF – the ETF and its Constituent Securities;

~~(b)~~ a Market Maker for a structured warrant – the underlying securities of the structured warrant which are Approved Securities,

~~(c)~~ a Derivatives Specialist – the underlying securities of the Single Stock Futures Contract or Stock Option Contract which are Approved Securities.

~~(2)~~ A Market Maker or Derivatives Specialist must execute a Permitted Short Selling pursuant to Rule 4.15(1) above by way of On-Market Transaction only.

~~(2)~~(3) Unless it is otherwise provided in Part ~~D~~E of this Chapter 4, all other provisions in these Rules apply to Permitted Short Selling, as if they were normal sales of securities.

4.4216 Commencement of Permitted Short Selling

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- (1) A Market Maker or a Derivatives Specialist may commence Permitted Short Selling only if the Market Maker or the Derivatives Specialist has:
- (a) established Internal Guidelines for Permitted Short Selling;
 - (b) put in place systems and infrastructure that include front office and back office systems which are operative and have all the relevant functionalities, requirements and controls in place for the carrying out of Permitted Short Selling in accordance with Part D E of this Chapter 4; and
 - (c) notified the Exchange that it intends to carry out Permitted Short Selling and ~~provided to the Exchange the form stipulated in Appendix 5~~ submitted a written declaration in the form as prescribed by the Exchange, 2 Market Days prior to the commencement of Permitted Short Selling.

[Refer to Directive No. 4-001]

- (2) In relation to an ETF Market Maker intending to short sell ETF units or Constituent Securities pursuant to Permitted Short Selling, the ETF Market Maker must have entered into an agreement to borrow the ETF units or Constituent Securities for the settlement of Permitted Short Selling.

4.1317 Execution

- (1) A Market Maker or a Derivatives Specialist intending to shortsell ~~ETF units~~ PSS Securities pursuant to Permitted Short Selling must comply with either of the following prior to execution of the order to shortsell –
- (a) ~~it has borrowed through SBL or purchased through ISSBNT, the ETF units or the Constituent Securities needed for the creation of the ETF units to settle the sale~~ the PSS Securities to be short sold have been borrowed through SBL or purchased through ISSBNT, as the case may be; or
 - (b) ~~it has obtained a confirmation from the~~ has been obtained from an Authorised SBL Participant or Authorised ISSBNT Participant, as the case may be, that the ~~above ETF units or Constituent Securities, PSS Securities to be short sold~~ are available for the Market Maker or the Derivatives Specialist to use to settle the sale.
- ~~(2) A Market Maker intending to shortsell the Constituent Securities pursuant to Permitted Short Selling, must comply with either of the following prior to execution of the order to shortsell –~~
- ~~(a) it has borrowed through SBL or purchased through ISSBNT, the Constituent Securities or the ETF units needed to redeem the units of Constituent Securities to settle the sale; or~~
 - ~~(b) it has obtained a confirmation from the Authorised SBL Participant or Authorised ISSBNT Participant, as the case may be, that the above Constituent Securities or ETF units, are available for the Market Maker to use to settle the sale.~~
- ~~(2) Rule 4.17(1) does not apply to an order to shortsell ETF units or Constituent Securities pursuant to Permitted Short Selling.~~
- (3) All Permitted Short Selling must be executed in the designated trading accounts and Securities Accounts ~~stipulated~~ prescribed in Rule 4.065 or Rule 4.10.

[Refer to Directive No. 4-001]

- ~~(4) A Market Maker must not execute Permitted Short Selling by way of a Direct Business Transaction.~~

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- ~~(5) A Market Maker must execute the following purchases through the designated trading accounts and Securities Accounts as stipulated by the Exchange after a shortsale for ETF units or Constituent Securities is executed:~~
- ~~(a) a purchase of any of the Constituent Securities or derivatives for the purposes of hedging of the short sale of ETF units within the same Market Day, if the short sale is in relation to ETF units; or~~
 - ~~(b) a purchase of ETF units or derivatives for the purposes of hedging of the short sale of the Constituent Securities within the same Market Day, if the short sale is in relation to Constituent Securities.~~

~~[Refer to Directive No. 4-001]~~

- ~~(64) A Market Maker or a Derivatives Specialist must procure and retain proper documents for at least 7 years for the purpose of satisfying the Exchange when requested, that the Market Maker or Derivatives Specialist has complied with the requirements of Rules 4.16(2), 4.1317(1) and Rule 4.1317(3). The documents must be either in writing, tape recording or electronic form.~~
- ~~(75) A Market Maker or a Derivatives Specialist must not execute Permitted Short Selling when expressly directed by the Exchange, during the period where the ETF₁ or its Constituent PSS Securities has been declared, and remains, as Designated Securities under Part C of Chapter 7.~~
- ~~(6) Unless otherwise specified by the Exchange, in the event the underlying securities of a structured warrant, Single Stock Futures Contract or Stock Option Contract are no longer declared as Approved Securities, a Market Maker or Derivatives Specialist may continue to conduct Permitted Short Selling on the said underlying securities until the expiry date of the structured warrant, or until the last contract month listed for the trading of the Single Stock Futures Contract or Stock Option Contract, as the case may be.~~

~~4.14 Limits for Permitted Short Selling~~

~~A Market Maker must comply with the following limits in relation to Permitted Short Selling:~~

- ~~(a) the total value of short positions of ETF units must not exceed the total value of the purchase positions for the Constituent Securities and derivatives purchased for purposes of hedging the shortsale of ETF units, by 10%, when calculated at the end of the Market Day;~~
- ~~(b) the total value of short positions of Constituent Securities must not exceed the total value of the purchase positions for ETF units and the derivatives purchased for purposes of hedging the shortsale of Constituent Securities by 10%, when calculated at the end of the Market Day; and~~
- ~~(c) the total quantity of short positions for each Constituent Securities must not exceed the quantity of each Constituent Securities required for the creation of the ETF units by 15%, when calculated at the end of the Market Day.~~

~~4.15 Disapplication of requirements on hedging and limits relating to Permitted Short Selling~~

~~Rules 4.13(5) and 4.14 do not apply to such types of ETFs as may be prescribed by the Exchange.~~

~~[Refer to Directive No. 4-001]~~

~~4.18 Suspension of Permitted Short Selling~~

Without affecting Rule 4.20, the Exchange may suspend any order entry into the order book in the ATS for any further Permitted Short Selling of PSS Securities if the quantity of the total short position of a PSS Securities triggers such thresholds as may be prescribed by the Exchange.

[Refer to Directive No. 8-002]

4.1619 Delivery and Settlement

The Rules relating to delivery and settlement under Chapter 9 apply to Permitted Short Selling in the same manner as they apply to normal sales.

4.1720 Action by the Exchange

- (1) The Exchange may take any of the actions enumerated under Rule 4.1720(2) summarily against a Market Maker, Derivatives Specialist or ~~its a~~ Registered Person in relation to Permitted Short Selling if:
 - (a) there is a breach or likelihood of breach of any provisions in Part ~~D~~ E of this Chapter 4; or
 - (b) the execution of Permitted Short Selling is likely to lead to the commission of any of the offences under the Capital Markets and Services Act.
- (2) Pursuant to Rule 4.1720(1) the Exchange may take any one or more of the following actions:
 - (a) ~~direct further Permitted Short Selling by suspend or direct~~ the Market Maker, Derivatives Specialist, or ~~its~~ Registered Person ~~to be suspended or ceased~~ to cease ~~further Permitted Short Selling whether in relation to all, some or a particular ETF or Constituent Securities for which the Market Maker is authorised to carry out Market Making activities;~~
 - (b) impose limits on the total short positions that may be held by the Market Maker, Derivatives Specialist or Registered Person;
 - ~~(b)(c)~~ (c) impose restrictions or conditions on Permitted Short Selling carried out by the Market Maker, or the Derivatives Specialist, or ~~its~~ Registered Person; or
 - ~~(c)(d)~~ (d) any other action deemed fit by the Exchange.

4.21 General

Where the Exchange issues directives to modify the application of ~~these~~ Rules in Chapter 4, in so doing, the Exchange may impose terms and conditions for compliance by Market Makers or Derivatives Specialists ~~of certain types of securities specified by the Exchange~~, where deemed necessary or appropriate.

[End of Chapter]

~~APPENDIX 5 – NOTIFICATION REQUIRED IN ORDER TO CARRY OUT MARKET MAKING AND
PERMITTED SHORT SELLING AND DECLARATION REQUIRED FOR PERMITTED SHORT SELLING~~

~~[RULE 4.06, RULE 4.12 AND RULE 4.13(5)]~~

To: ~~Bursa Malaysia Securities Berhad~~

~~PART A~~

~~NOTIFICATION REQUIRED FOR MARKET MAKING~~

Pursuant to the requirements of Rule 4.06, we ~~[name of Market Maker]~~ provide notification as follows:

Name of Market Maker	
Designated trading account/s	
Designated Securities Account numbers:	
The date of opening of accounts:	

Dated this ~~[]~~ day of ~~[]~~ ~~[year]~~.

Signed : ~~[Authorised Signatory]~~

Date ~~_____~~:

~~PART B~~

Pursuant to the requirements of Rule 4.13(5), we ~~[name of Market Maker]~~ provide notification as follows:

Derivatives accounts numbers:	
The date of opening of accounts:	

~~DECLARATION ON COMPLIANCE~~

Pursuant to the requirements of Rule 4.12, we ~~[name of Market Maker]~~ provide notification as follows:

- ~~1. that we have formulated the internal guidelines for permitted short selling which have been approved by the board of directors; and~~

- ~~2. that all relevant systems and infrastructure including front office and/or back office systems have been verified and assessed in terms of application as well as software and the hardware capabilities and are confirmed to be operational and have all the functionalities, requirements and controls in place for the purpose of carrying out permitted short selling activities in accordance with these Rules.~~

Signed : _____

_____ [Authorised Signatory]

Date : _____