

## AMENDMENTS TO THE DIRECTIVES OF BURSA MALAYSIA DERIVATIVES BERHAD ("BMD DIRECTIVES") IN RELATION TO THE INTRODUCTION OF AFTER-HOURS (T+1) TRADING SESSION

PARA GRAPH	EXISTING PROVISIONS	PARA GRAPH	AMENDED PROVISIONS			
DIRECTIVE O	N CLIENTS' MARGIN AND MARGIN PAYMENT (No. 4.18-0	01)				
1.	Rule 4.18 and Margin Guideline	1.	Rule 4.18 and Margin Guideline			
	(1) Rule 4.18 sets out the obligations of the Trading Participant in relation to obtaining margin from its Client. In discharging the obligations under the said Rule, the Trading Participant must, amongst other requirements, comply with the Margin Guideline set out in <b>Appendix 1</b> of this Directive.		<ul> <li>(1) Rule 4.18 sets out the obligations of the Trading Participant in relation to obtaining margin from its Client. In discharging the obligations under the said Rule, the Trading Participant must, amongst other requirements, comply with the Margin Guideline set out in <b>Appendix 1</b> of this Directive.</li> <li>(2) For the avoidance of doubt, the provisions in Rule 9.19 will</li> </ul>			
			apply to the Margin Guideline.			
Section 1.2 of Appendix 1 (Margin Guideline)	A Trading Participant may accept from its Clients as margin, such forms of margins in the manner and subject to conditions determined by the Clearing House pursuant to the Clearing House Rules. A Trading Participant may accept the following collateral from its Clients for the purposes of margin payment subject to the minimum haircut for such collateral as set out below:    Collat   Description   Minimum Haircut   Cash   Currencies of	Section 1.2 of Appendix 1 (Margin Guideline)	A Trading Participant may accept from its Clients as margin, such forms of margins in the manner and subject to conditions determined by the Clearing House pursuant to the Clearing House Rules. A Trading Participant may accept the following collateral from its Clients for the purposes of margin payment subject to the minimum haircut for such collateral as set out below:    Collat   Description   Minimum Haircut   Cash   Cash   Currencies of any   Cash   Cash			



with		Minimum Haircut			Grade in		Minimum Haircut		
Investme	nt	Rate			Country Credit		Ra		
Grade	in	RM USD			Rating, subject		RM	USD	
Country	Credit Curren	Perfor Perform			to Bank	Curren cies	Perfor	Perform	
Rating, s	ubject Cies	mance ance Bond Bond			Negara	cies	mance Bond	ance Bond	
to	Bank	Obliga Obligati			exchange		Obliga	Obligati	
Negara		tion on			control		tion	on on	
exchange	AUD	3.00 % 3.50 %				AUD	3.00 %	3.50 %	
control	EUR	3.00 % 3.00 %				EUR	3.00 %	3.00 %	
	GBP	2.50 % 2.50 %				GBP	<del>2.50 %</del>	<del>2.50 %</del>	
	JPY	3.50 % 3.00 %				JPY	3.50 %	3.00 %	
	SGD	1.50 % 1.50 %				SGD	<del>1.50 %</del>	<del>1.50 %</del>	
	USD	1.50 % 0.00 %				USD	<del>1.50 %</del>	0.00 %	
	MYR	0.00 % 1.50 %				MYR	0.00 %	<del>1.50 %</del>	
	CNY	2.50% 1.00%				CNY	<del>2.50%</del>	1.00%	
	HKD	2.50% 1.00%				HKD	<del>2.50%</del>	1.00%	
	Others –	10%				Others -	10%		
Securities	3	30%						haircut rate	
listed on								ate by the	·
country's						Trading	Partic		
exchange								credit policy	
Stocks Investme	nt							ment policy.	
Grade in								e is not lower	
Country (	Credit							haircut rate	
Rating							<u>a by tr</u>	<u>ne Clearing</u>	.
Lettere	0.4.1	to the common to be the	-			House.			
Letters	of	to the currency haircut					30%		-
of Letters Credit Credit	OT						<del>3∪%</del>		
Credit   Credit					Securities	Subject	to the	haircut rate	
Malaysia	Malavsia	Government Securitie			listed on		appropria		
Governm		= 5%			country's	Trading	Partic		
Securities				Stooks	exchange with Investment	accordan	ce with its	credit policy	:
Gover		Government Securities		Stocks	Grade in	and risk	manager	ment policy.	
IIIIIeiii Covernm		= 10%			Country Credit			e is not lower	
Securities					Rating	than the	minimum	haircut rate	
ies Securites Investme	nt				Natiliy		d by th	ne Clearing	<u>.</u>
Grade						House.			



"London Good Delivery" gold, as defined by the London Bullion Market Association  Bank Subject to the currence Guarantee	Lette of Cred	of Letters of	Subject to the currency haircut  Subject to the haircut rate deemed appropriate by the Trading Participant in accordance with its credit policy and risk management policy, provided that the rate is not lower than the minimum haircut rate
**Acceptance of any type of collateral is rate deemed appropriate by the Tradir accordance with its risk management prothat it is nothing lower than haircut prescribe House.	Participant in edure, provided Gove	ent Government	Prescribed by the Clearing House.  Malaysia Government Securities = 5%  Foreign Government Securities = 10%
	Gold	"London Good Delivery" gold, as defined by the London Bullion Market Association	15%
	Othe	Bank Guarantee Bank Certificates of Deposit	Subject to the currency haircut  Subject to the haircut rate deemed appropriate by the Trading Participant in accordance with its credit policy and risk management policy, provided that the rate is not lower than the minimum haircut rate for cash collateral as prescribed by the Clearing House.

## Amendments to the BMD Rules and Directives in relation to the Introduction of After-Hours (T+1) Trading Session



	**Acceptance of any type of collateral is subject to haircut rate deemed appropriate by the Trading Participant in accordance with its risk management procedure, provided that it is nothing lower than haircut prescribed by the Clearing House.

[End of Amendments to BMD Directives]