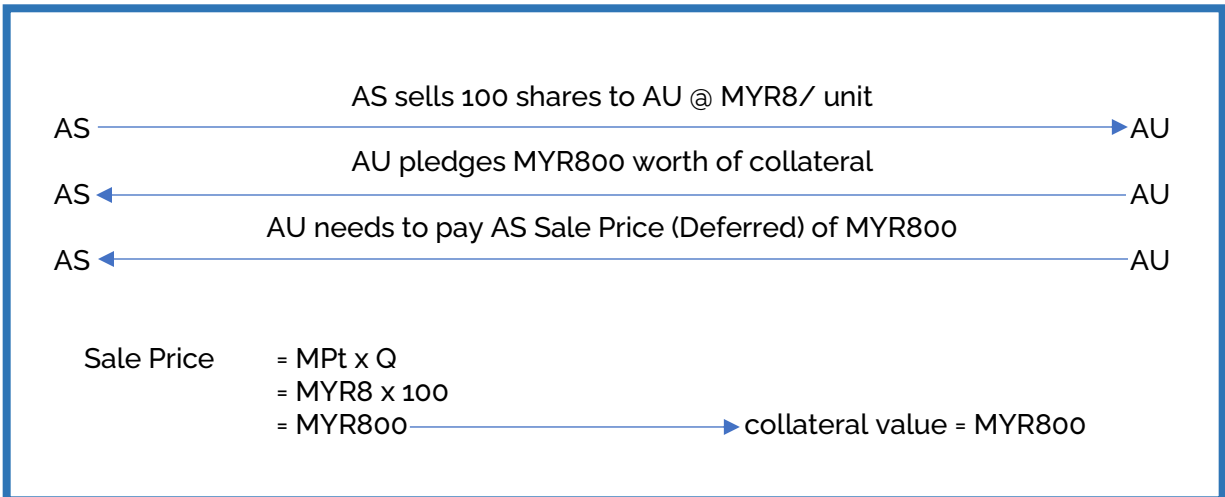


Appendix 1

Scenario 3: If Share Price Moves Up, but Leg 2 Does Not Take Place

Leg 1

Date, T=0	31-Dec-14	
No. of shares, Q	100.00	
Price/ unit (MYR), MPt	8.00	
Sale Price (MYR), SP	800.00 (Deferred)	
Total Fee (MYR), MI	100.00	
Total Dividend (MYR), D	100.00	
Expected Maturity Date	31-Dec-15	
Value of Collateral pledged (MYR) on T=0	800.00 (Mark-to-Market)	[X]

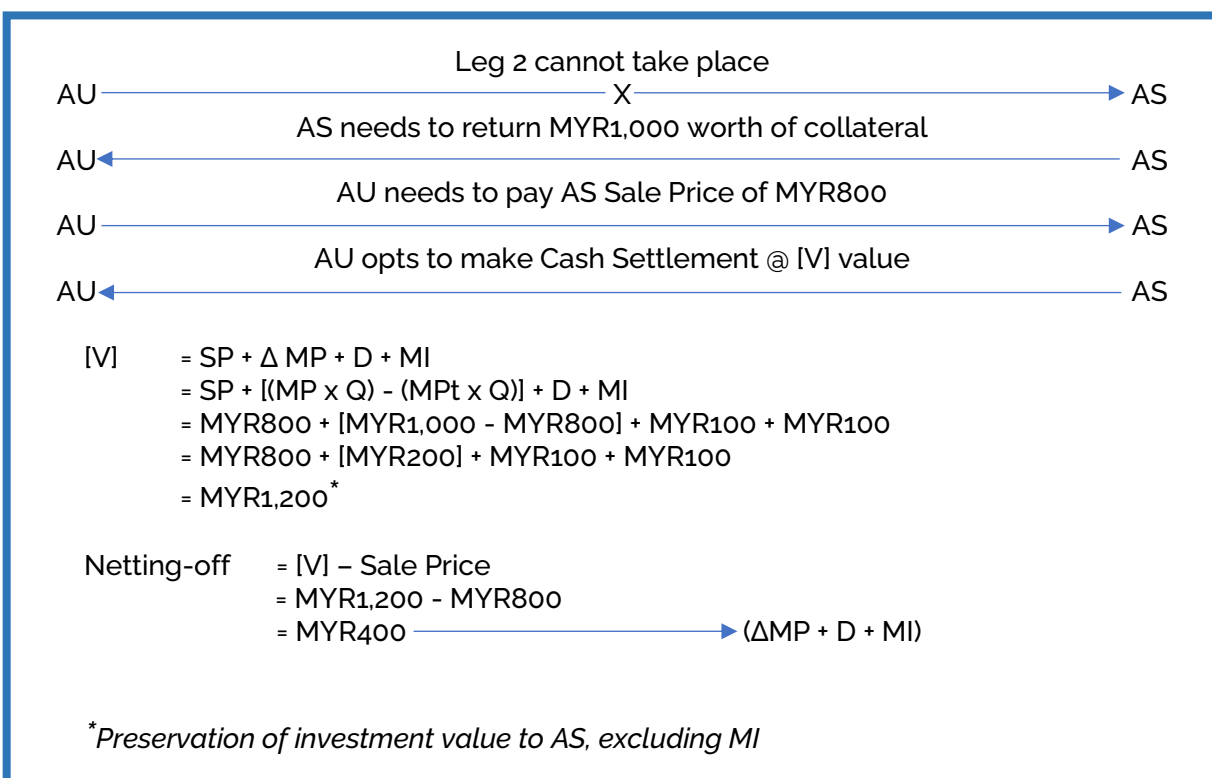


Date, T=181	30-Jun-15	
Share Price/ unit (MYR), MP	10.00	
* Collateral top-up, (MP x Q) - (MPt x Q)	200	[Y]
Collateral value (MYR), [X] + [Y]	1,000.00	

Leg 2 Does Not Take Place

Date, T=334	30-Nov-15
No. of shares, Q	100.00
Price/ unit (MYR), MP	10.00
Sale Price (MYR), SP	800.00
Total Fee (MYR), MI	100.00
Total Dividend (MYR), D	100.00
Value of Collateral pledged (MYR) on T=334	1,000.00

A) Cash Settlement



Draft Accounting Entries for Cash Settlement via Commodity Murabahah (MYR)

1) AS buys commodity from CSP	800.00
2) AS sells commodity to AU	1,200.00
3) AU sells commodity to BMIS	800.00

Gain to AS 400.00

1) AS

Dr Commodity	800.00	
Cr Cash		800.00

BMIS (as agent for CSP)

Dr Cash	800.00	
Cr Commodity		800.00

2) AS

Dr Cash	1,200.00	
Cr Commodity		800.00
Cr 'Profit'*		400.00

AU

Dr Commodity	800.00	
Dr "Expenses"*	400.00	
Cr Cash		1,200.00

3) AU

Dr Cash	800.00	
Cr Commodity		800.00

BMIS (as principal)

Dr Commodity	800.00	
Cr Cash		800.00

* *Subject to confirmation on accurate terminology to be used*

CSP: Commodity Supplying Participant

BMIS: Bursa Malaysia Islamic Services Sdn. Bhd.

B) Replacement

Step 1:

$[V] = \text{MYR}1,200$

Step 2: Assuming both parties agree to exchange similar share at prevailing market price e.g. MYR5/ unit

Therefore,

AU will deliver similar shares @ MYR5/ unit

AU needs to deliver:

- > $[V] \div \text{MYR}5$
- > $\text{MYR}1,200 \div \text{MYR}5$
- > 240 units of similar shares

Draft Accounting Entries for Replacement with Alternative Shariah-compliant Securities (MYR)

1) AU buys similar shares from third party 1,200.00
 2) AU sells similar shares to AS 800.00

Gain to AS 400.00

1) AU

Dr Shares		1,200.00	
	Cr Cash		1,200.00

2) AU

Dr Cash		800.00	
Dr 'Loss'*		400.00	
	Cr Shares		1,200.00

AS

Dr Shares		1,200.00	
	Cr Cash		800.00
	Cr 'Profit'*		400.00

** Subject to confirmation on accurate terminology to be used*