

**ANNEXURE 1**  
**AMENDMENTS TO DIRECTIVE 13-001**  
consequential to the issuance of the Securities Commission Malaysia's Guidelines  
on Contracts for Difference

**RULES OF BURSA MALAYSIA SECURITIES BHD**

**AMENDMENTS TO DIRECTIVE NO.13-001 (DIRECTIVES ON CAPITAL ADEQUACY REQUIREMENTS) CONSEQUENTIAL TO  
THE ISSUANCE OF THE SECURITIES COMMISSION MALAYSIA'S GUIDELINES ON CONTRACTS FOR DIFFERENCE**

PARAGRAPH	CURRENT PROVISION	PARAGRAPH	AMENDED PROVISION
6.2	<p><b>Computation</b></p> <p>A Participating Organisation must, unless these Rules specify otherwise, calculate the Participating Organisation's Counterparty Risk Requirement using formula below.</p> $\text{CRR} = \text{CE} \times \text{CW} \times 8\%$ <p>Where,</p> <p>CE = Counterparty exposure, as determined under this paragraph 6.3.</p> <p>CW = Counterparty weighting, as specified in <b>Schedule 11</b> of this Directive.</p>	6.2	<p><b>Computation</b></p> <p>A Participating Organisation must, unless these Rules specify otherwise, calculate the Participating Organisation's Counterparty Risk Requirement using formula below.</p> $\text{CRR} = \text{CE} \times \text{CW} \times \text{8\%CRR charge (\%)}$ <p>Where,</p> <p>CE = Counterparty exposure, as determined under this paragraph 6.3.</p> <p>CW = Counterparty weighting, as specified in <b>Schedule 11</b> of this Directive.</p> <p><u>CRR charge = CRR charge as stipulated in <b>Schedule 12</b> of this Directive</u></p>
Schedule 1	Please refer to the attached Schedule 1 below.	Schedule 1	Please refer to the attached Schedule 1 below.
Schedule 3	Please refer to the attached Schedule 3 below.	Schedule 3	Please refer to the attached Schedule 3 below.

[End of Amendments to Directives]

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**Schedule 1**  
**[Paragraphs 2(2), 3.1(1) and 3.1(3)]**

	<i>RM</i> Total	<i>RM</i> Ranking For Liquid Capital	<i>RM</i> Not Ranking For Liquid Capital
<b>RETURN PRESCRIBED IN PARAGRAPH 2.1(1) OF THE EXCHANGE'S DIRECTIVES ON CAPITAL ADEQUACY REQUIREMENTS</b>			
<b>Participating Organisation</b> _____			
Balance Sheet as at _____			
<b>Capital Employed</b>			
Ordinary Share Capital	_____	_____	
Preference Share Capital - Non-Cumulative/Non-Redeemable	_____	_____	
Reserve Fund - Non distributable	_____	_____	
Share Premium Account	_____	_____	
Capital Reserves	_____	_____	
Audited Retained Earnings	_____	_____	
<b>CORE CAPITAL</b>			
Share Premium Account - Others	_____	_____	
Preference Share Capital – Others	_____	_____	
Approved Subordinated Loan	_____	_____	
Revaluation Reserves	_____	_____	( _____ )
Unaudited Profits/Unaudited Losses	_____/( _____ )	_____/( _____ )	
<b>Unrealised Gains/Unrealised Losses</b> from principal positions	_____/( _____ )	_____/( _____ )	
Loans secured against Fixed Assets	_____		_____
Term Loan	_____		_____
Unsecured Loans	_____		_____
Deferred Taxation	_____		_____
Provision for Taxation	_____		_____
Hire Purchase Creditors	_____		_____
<b>Total</b>	_____	_____	_____
	Total	Not Ranking For Liquid Capital	Ranking For Liquid Capital
<b>Employment of Capital</b>			
Intangible Assets	_____	_____	
Fixed Assets	_____	_____	
Long Term Investments	_____	_____	
- Listed Investments	_____	_____	
- Unlisted Investments	_____	_____	
- Subsidiary/Related Companies	_____	_____	
Long-Term Receivables	_____	_____	
Other Non-current Assets/ Tax Assets	_____	_____	
<b>Total Fixed Assets</b>	_____	_____	

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	<i>RM</i> Total	<i>RM</i> Not Ranking For Liquid Capital	<i>RM</i> Ranking For Liquid Capital
<b>Current Assets</b>			
Cash and Bank Balances			
- Trust	_____		_____
- Non-Trust	_____		_____
Deposits – approved banks & financial institutions			
- Trust	_____		_____
- Non-Trust	_____		_____
Deposits – others			
- Trust	_____	_____	
- Non-Trust	_____	_____	
<b>Marketable Securities -Listed Equities</b>	_____		_____
<b>Marketable Securities – FI Securities (corporate)</b>	_____		_____
<b>Marketable Securities – FI Securities (government)</b>	_____		_____
<b>Marketable Securities – Unit Trusts</b>	_____		_____
<b>Marketable Securities – Others</b>	_____		_____
Trade Debtors - Dealers (gross)	_____		_____
Less: Specific Provision for Bad and Doubtful Debts	(____)		(____)
Less: Provision for Interest in Suspense	(____)		(____)
Trade Debtors – Clients (gross)	_____		_____
Less: Specific Provision for Bad & Doubtful Debts	(____)		(____)
Less: Provision for Interest In Suspense	(____)		(____)
Clients Margin Accounts	_____		_____
Less: Specific Provision for Bad & Doubtful Debts	(____)		(____)
Less: Provision for Interest In Suspense	(____)		(____)
Less: General Provision	(____)	(____)	
Outstanding contracts $\leq$ T+4	_____		_____
Directors Account	_____	_____	
Loans & Advances	_____	_____	
Amount due from Holding <u>Company</u>	_____	_____	
Amount due from Subsidiary/Related Companies	_____	_____	
Prepayment	_____	_____	
Other Debtors	_____	_____	
Others/Charged Assets	_____	_____	
<u>Other Assets</u>	_____		_____
<b>Total Current Assets</b>	_____	_____	_____

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	<b>RM Total</b>	<b>RM Not Ranking For Liquid Capital</b>	<b>RM Ranking For Liquid Capital</b>
<b>Current Liabilities</b>			
Bank Overdraft/Revolving Credits	_____		_____
Short Term Loans/Borrowings	_____		_____
Trust Accounts - Clients	_____		_____
- Others	_____		_____
Trade Creditors			
- Dealers	_____		_____
- Clients	_____		_____
Outstanding Contracts $\leq T+4$	_____		_____
Directors Account	_____		_____
Other Creditors and Accruals	_____		_____
Remisiers' Accounts	_____		_____
Hire Purchase Creditors	_____		_____
Provision for Taxation	_____		_____
Proposed Dividends	_____		_____
Amount due to Holding Company	_____		_____
Amount due to Subsidiary/Related Companies	_____		_____
<b>Total Current Liabilities</b>	_____		_____
<b>TOTAL EMPLOYMENT OF CAPITAL</b>	_____		
Less Contingent Liabilities		_____	
Add: Collateral used to secure Deposit with Non-Approved Institution		_____	
Add: Collateral used to secure Other Debtors		_____	
Add: Collateral used to secure Other Assets		_____	
<b>LIQUID CAPITAL</b>		_____	
Total Risk Requirement		_____	
<b>LIQUID MARGIN</b>		_____	
<b>CAPITAL ADEQUACY RATIO</b>		_____	

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**RETURN PRESCRIBED IN PARAGRAPH 2(2) OF THE EXCHANGE'S DIRECTIVES ON CAPITAL ADEQUACY RATIO**

**Risk Components that form the Total Risk Requirement:**

<b>Ref</b>	<b>Position Risk Requirement (PRR)</b>	
	Total PRR – Standard Approach	
	Total PRR – Foreign Exchange Method	
	Total PRR – MFOPRR	
	Total PRR – Building Block Approach	
	Total PRR – Equity Index Arbitrage Difference	
	Total PRR – Debt Instrument quoted on the KLSE	
	Total PRR – FI Securities-not quoted on the KLSE	
	Total PRR – Loss on conversion	
	Total PRR – Basic Method	
	Total PRR – Margin Method	
	Total PRR – Hedging Method	
	Total PRR – Equity Index Arbitrage	
	<u>Total PRR – Manual Derivatives</u>	
	<u>Total PRR – Manual Others</u>	
	<b>Position Risk Requirement</b>	
	<b>Counterparty Risk Requirement (CRR)</b>	
	Total CRR – Debt, Contra Losses and Other Amounts Due	
	Total CRR – Unsettled Agency and Principal Trades	
	Total CRR – Free Deliveries	
	Total CRR – Securities Borrowing and Lending/ISSBNT	
	Total CRR – Exchange Traded Derivatives	
	Total CRR – OTC Derivative Contracts	
	Total CRR – Sub-Underwriting	
	Total CRR – Margin Financing	
	Total CRR – Fixed Income Securities	
	Total CRR – Potential Material Loss	
	Total CRR – Exceptional Instruments	
	Total CRR – Manual SBL/ISSBNT	
	Total CRR – Manual Derivatives	
	<b>Counterparty Risk Requirement</b>	
	<b>Large Exposure Risk Requirement (LERR)</b>	
	Total LERR to Single Client	
	Total LERR to Issuer of Debt	
	Total LERR to Single Equity	
	<u>Total LERR – Manual Single Equity Others</u>	
	<u>Total LERR – Manual Single Client Others</u>	
	<b>Large Exposure Risk Requirement</b>	
	<b>Underwriting Risk Requirement (URR)</b>	
	Total Underwriting Risk Requirement	
	<b>Underwriting Risk Requirement</b>	
	<b>Operational Risk Requirement</b>	
	Operational Risk Requirement	
	<b>Operational Risk Requirement</b>	
	<b>Total Risk Requirement</b>	
	<b>Effective Shareholders' Funds</b>	

[End of Schedule 1]

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**Schedule 3**  
**[Paragraph 5.3(2), 5.6(2), 5.13 and 8.1]**

**POSITION RISK FACTOR FOR STANDARD APPROACH**

<b>INSTRUMENT</b>	<b>POSITION RISK FACTOR</b>
<b><i>Bursa Malaysia Equities</i></b>	
<ul style="list-style-type: none"> <li>▪ FTSE BURSA MALAYSIA KUALA LUMPUR COMPOSITE INDEX stocks</li> </ul>	15%
<ul style="list-style-type: none"> <li>▪ Other stocks, including ACE Market</li> </ul>	21%
<ul style="list-style-type: none"> <li>▪ FTSE BURSA MALAYSIA KUALA LUMPUR COMPOSITE INDEX futures</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ Suspended securities (more than 3 Market Days)</li> </ul>	100%
<b><i>Bursa Malaysia Derivatives</i></b>	
<ul style="list-style-type: none"> <li>▪ FKL I Options</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ KLIBOR futures</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ Crude Palm Oil futures</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ Kernel Palm Oil futures</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ Any other futures contract</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ Any other option contract</li> </ul>	5%
<b>Unit trust or Exchange Traded Fund</b>	
<ul style="list-style-type: none"> <li>▪ Equity fund</li> </ul>	15%
<ul style="list-style-type: none"> <li>▪ Debt securities fund</li> </ul>	5%
<ul style="list-style-type: none"> <li>▪ Commodities/Metals</li> </ul>	20%
<ul style="list-style-type: none"> <li>▪ Any other underlying fund</li> </ul>	25%
<b><u>Non-Exchange Traded Product</u></b>	
<ul style="list-style-type: none"> <li>▪ <u>Single share contracts for difference</u>  <ul style="list-style-type: none"> <li>- <u>Index shares</u></li> </ul> </li> </ul>	<u>15%</u>
<ul style="list-style-type: none"> <li> <ul style="list-style-type: none"> <li>- <u>Non-index shares</u></li> </ul> </li> </ul>	<u>21%</u>
<ul style="list-style-type: none"> <li>▪ <u>Index contracts for difference</u></li> </ul>	<u>5%</u>

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<b>INSTRUMENT</b>	<b>POSITION RISK FACTOR</b>
<b><i>International Equities</i></b> <ul style="list-style-type: none"><li>▪ Single stocks in Recognised Market Indices</li><li>▪ Other single international stocks of Recognised Stock Exchanges</li></ul>	12%  16%
<b><i>Other Securities/Instruments</i></b> Not being those categorised above	100%

*[End of Schedule 3]*