

PARTICIPATING ORGANISATIONS' CIRCULAR

Date : 16 August 2007

No : R/R 15 OF 2007

**AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD AND
MEMBERS' CIRCULAR NO. R/R 3 OF 1999 ON DIRECT BUSINESS
TRANSACTIONS CONSEQUENTIAL TO THE AMENDMENTS IN THE LISTING
REQUIREMENTS IN RELATION TO TRADING HALT**

1. Please be informed that pursuant to Section 9(3) of the Securities Industry Act 1983, amendments have been made to the Rules of Bursa Malaysia Securities Berhad consequential to the amendments in the Listing Requirements in relation to trading halt as set out in "**ANNEXURE 1**" appended herewith.
2. Currently, a suspension will be effected on the trading of the securities of the listed issuer where a material announcement is released before or during trading hours and the suspension imposed will last for the entire day to allow sufficient time for dissemination of the information. With the implementation of trading halt, the securities of the listed issuer will only be suspended for one trading session or where the material announcement is released during trading hours, for the remaining period of the particular trading session.
3. In view of the reduced period of suspension from the entire trading day to one trading session under trading halt, certain amendments have also been made to Members' Circular No. R/R 3 of 1999 on Direct Business Transactions as set out in "**ANNEXURE 2**" appended herewith, particularly to allow Direct Business transactions involving the following to be carried out after the lapse of at least one trading session instead of the current one trading day :-
 - (i) counters which are imposed with trading halt or suspension from trading upon upliftment of the trading halt or suspension;
 - (ii) securities under Initial Public Offer on the day of listing and quotation of the securities on Bursa Securities; and
 - (iii) securities on ex-entitlement, or, as the case may be after a capital distribution (such as rights or bonus) or subdivision or consolidation or reclassification or substitution.

In this respect, the price of the securities being transacted shall be based on the Volume-Weighted Average Price ("VWAP") of the preceding trading session.

4. However, kindly be advised that the price of the securities being transacted for any Direct Business transactions other than in the prescribed circumstances aforesaid shall continue to be based on the VWAP of the preceding trading day.
5. The aforesaid amendments to the Rules of Bursa Malaysia Securities Berhad and Members' Circular No. R/R 3 of 1999 shall take effect on **3 September 2007**.

6. All rules, directives, circulars in force which make reference or contain provisions relating to the above matters shall have effect from **3 September 2007** as if such reference or provisions relate to these amendments.
7. This circular is available at Bursa Malaysia's website at this link:
http://www.bursamalaysia.com/website/bm/rules_and_regulations/bursa_rules/bm_securities.html.

For further information or inquiries on the above matters, kindly contact the following persons at telephone no:-

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LEGAL ADVISORY AND CORPORATE LEGAL AFFAIRS

"ANNEXURE 1"

AMENDMENT TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD CONSEQUENTIAL TO THE AMENDMENTS IN THE LISTING REQUIREMENTS IN RELATION TO TRADING HALT

| Existing Provisions | | Amended Provisions | |
|----------------------------|--|---------------------------|---|
| Rule | | Rule | |
| 701.7 | (2) Orders entered into SCORE for each trading session shall be valid for that trading session only. New provision | 701.7 | (2) Subject to Rule 701.7(2A) , orders entered into SCORE for each trading session shall be valid for that trading session only. (2A) Orders entered into SCORE for a special lot shall be valid for the entire trading day unless otherwise cancelled or withdrawn. |
| 803.2 | (9) Suspension of counter from trading shall not affect the Exchange's decision to proceed with the buying-in of the affected securities. | 803.2 | (9) A trading halt or suspension from trading on a counter imposed pursuant to these Rules or the Listing Requirements shall not affect the Exchange's decision to proceed with the buying-in of the affected securities. |
| 901.1 | (2) Prior written approval of the Exchange must be sought for a Direct Business transaction where the Direct Business transaction is in respect of securities which are suspended. | 901.1 | (2) No Direct Business transaction shall be conducted in the securities where a trading halt or suspension from trading is imposed pursuant to these Rules or the Listing Requirements without the prior approval of the Exchange. |

"ANNEXURE 2"

AMENDMENT TO MEMBERS' CIRCULAR NO. R/R 3 OF 1999 ON DIRECT BUSINESS TRANSACTIONS CONSEQUENTIAL TO THE AMENDMENTS IN THE LISTING REQUIREMENTS IN RELATION TO TRADING HALT

| | Existing Provisions | | Amended Provisions |
|-----------|---|-----------|--|
| Para 2.1 | <p>Subject to paragraph 2.2 below, the price of the securities being transacted in any Direct Business transaction shall not be –</p> <p align="center">*</p> <p>(a) higher than 15% ("the VWAP ceiling limit price") of the Volume-Weighted Average Price ("VWAP") of the securities of the preceding trading day or, in the event no trade in respect of the securities was effected on the preceding trading day, of the last trading day in which trades were conducted ("the Relevant VWAP"); nor</p> <p>(b) lower than 15% ("the VWAP floor limit price") of the Relevant VWAP.</p> <p>An illustration of the operations and effect of the price limits is set out in Appendix I hereto.</p> | Para 2.1 | <p>Subject to paragraphs 2.1A and 2.2 below, the price of the securities being transacted in any Direct Business transaction shall not be –</p> <p>(a) higher than 15% ("the VWAP ceiling limit price") of the Volume-Weighted Average Price ("VWAP") of the securities of the preceding trading day or, in the event no trade in respect of the securities was effected on the preceding trading day, of the last trading day in which trades were conducted ("the Relevant VWAP"); nor</p> <p>(b) lower than 15% ("the VWAP floor limit price") of the Relevant VWAP.</p> <p>An illustration of the operations and effect of the price limits is set out in Appendix I hereto.</p> |
| Para 2.1A | <p>For the purposes of this Directive, the Relevant VWAP in respect of Direct Business transactions involving –</p> <p>(i) suspended counters on the first trading day upon upliftment of the suspension;</p> <p>(ii) securities under Initial Public Offer on the first day of the listing of and quotation for the securities on the Exchange; and</p> <p>(iii) securities on the first day of trading, ex-entitlement, or, as the case may be after a capital distribution (such as rights or bonus) or subdivision or consolidation or reclassification or substitution,</p> <p>shall be the VWAP of the securities in respect of that first trading day itself or, as the case may be, the first trading day in which trades of the securities were conducted. There shall accordingly</p> | Para 2.1A | <p>For the purposes of this Directive, the price of the securities being transacted in any Direct Business transactions involving–</p> <p>(i) counters which are imposed with trading halt or suspension from trading upon upliftment of the trading halt or suspension;</p> <p>(ii) securities under Initial Public Offer on the first day of listing and quotation of the securities on the Exchange; and</p> <p>(iii) securities on the first day of trading, ex-entitlement, or, as the case may be after a capital distribution (such as rights or bonus) or subdivision or consolidation or reclassification or substitution,</p> <p>shall be subject to the VWAP ceiling limit price and the VWAP floor limit price of the securities on the first trading session or, as the case may be, the first trading session in which</p> |

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| | Existing Provisions | | Amended Provisions |
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| | be no Direct Business transactions in such circumstances on the first trading day itself or, as the case may be, until such time the Relevant VWAP can be established. | | trades of the securities were conducted ("the Prescribed DBT VWAP") . There shall accordingly be no Direct Business transactions in such circumstances on the first trading session itself or, as the case may be, until such time the Prescribed DBT VWAP can be established. |
| Para 2.1B | In the event the Relevant VWAP is below RM1.00 – (i) the VWAP ceiling limit price shall be 30 bids equivalent to 15 sen rounded to the lower bid; and (ii) the VWAP floor limit price shall be 30 bids equivalent to 15 sen rounded to the higher bid. | Para 2.1B | In the event the Relevant VWAP or the Prescribed DBT VWAP is below RM1.00 – (i) the VWAP ceiling limit price shall be 30 bids equivalent to 15 sen rounded to the lower bid; and (ii) the VWAP floor limit price shall be 30 bids equivalent to 15 sen rounded to the higher bid. |
| Para 2.3 | Notice of Direct Business transactions under the preceding paragraph in respect of securities to be transacted outside the price limits set out in paragraph 2.1 above must be given to the Exchange in writing by the Participating Organisation or, as the case may be, Participating Organisations involved no less than ten (10) trading days before the Direct Business transaction is done. The notification containing – (a) details of the buyer and seller; (b) the number of shares involved and price; (c) basis on which the price was agreed; (d) specific reason for the transaction; (e) the proposed date of the intended Direct Business transaction; (f) where applicable, details of compliance with paragraphs 2.2(b) and (c) above, and supported by all relevant documents shall be directed to the Senior Vice President, Market Supervision at facsimile No. 03- | Para 2.3 | Notice of Direct Business transactions under the preceding paragraph in respect of securities to be transacted outside the price limits set out in paragraphs 2.1 and 2.1A above must be given to the Exchange in writing by the Participating Organisation or, as the case may be, Participating Organisations involved no less than ten (10) trading days before the Direct Business transaction is done. The notification containing – (a) details of the buyer and seller; (b) the number of shares involved and price; (c) basis on which the price was agreed; (d) specific reason for the transaction; (e) the proposed date of the intended Direct Business transaction; (f) where applicable, details of compliance with paragraphs 2.2(a), (b) and (c) above, and supported by all relevant documents shall be directed to Head, Intermediary Supervision, Regulation at facsimile No. 03- |

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| | Existing Provisions | | Amended Provisions |
|----------|---|----------|--|
| | 4680764 together with a statutory declaration by the buyer and seller respectively substantially in the form set out in Appendix II hereto. | | 20263691 together with a statutory declaration by the buyer and seller respectively substantially in the form set out in Appendix II hereto. |
| Para 2.4 | The Exchange may issue a directive in writing, no later than two (2) trading days prior to the proposed date of a Direct Business transaction, requiring parties to a Direct Business transaction in respect of which notice was duly made to the Exchange in accordance with the preceding paragraph, to comply strictly with paragraph 2.1 hereof. In the absence of such a directive, parties shall proceed with the Direct Business transaction in the manner notified to the Exchange. | Para 2.4 | The Exchange may issue a directive in writing, no later than two (2) trading days prior to the proposed date of a Direct Business transaction, requiring parties to a Direct Business transaction in respect of which notice was duly made to the Exchange in accordance with the preceding paragraph, to comply strictly with paragraphs 2.1 or 2.1A hereof, as the case may be . In the absence of such a directive, parties shall proceed with the Direct Business transaction in the manner notified to the Exchange. |
| Para 3.1 | Without derogation to paragraph 2.1 above, Participating Organisations are required to continue to provide the information set out in paragraphs 2.3(a) to (d) above if the price of the securities traded is beyond 10% of the Relevant VWAP. Copies of the contract note and the receipt issued <i>by the selling broker</i> must also be furnished by the Participating Organisation concerned to the Exchange no later than five (5) trading days from the date of the Direct Business transaction. | Para 3.1 | Without derogation to paragraphs 2.1 and 2.1A above, Participating Organisations are required to continue to provide the information set out in paragraphs 2.3(a) to (d) above if the price of the securities traded is beyond 10% of the Relevant VWAP or the Prescribed DBT VWAP, as the case may be . Copies of the contract note and the receipt issued must also be furnished by the Participating Organisation concerned to the Exchange no later than five (5) trading days from the date of the Direct Business transaction. |
| Para 6 | SECURITIES COMMISSION LEVY Participating Organisations (and in the case of failure/default of a Direct Business transaction, the non-defaulting Participating Organisation) will be solely responsible to pay to, or claim from, the Securities Commission the difference on the 0.02% levy arising from the failure/default of the Direct Business transactions reported to the Exchange. | Para 6 | SECURITIES COMMISSION LEVY Participating Organisations (and in the case of failure/default of a Direct Business transaction, the non-defaulting Participating Organisation) will be solely responsible to pay to, or claim from, the Securities Commission the difference on the levy imposed by the Securities Commission arising from the failure/default of the Direct Business transactions reported to the Exchange. |