

PARTICIPATING ORGANISATIONS' CIRCULAR

Date: 17 NOVEMBER 2022

No: R/R 5 of 2022

AMENDMENTS TO THE RULES OF BURSA MALAYSIA SECURITIES BERHAD (“BMS RULES”) IN RELATION TO THE INTRODUCTION OF SECURITIES DONATION SCHEME

1. AMENDMENTS TO THE BMS RULES

- 1.1 Bursa Malaysia Securities Berhad (“**the Exchange**”) has amended the BMS Rules to facilitate investors to donate their securities towards specified charitable causes via a share donation scheme called Shares2share (“**S2S**”).
- 1.2 With the introduction of S2S, the Exchange seeks to:
- (a) create additional funding avenues for charitable organisations to facilitate positive impact creation for the society and the environment; and
 - (b) leverage the capital market by rallying market participants towards corporate social responsibility.
- 1.3 In this connection, Yayasan Bursa Malaysia will introduce and administer Shares2share, which enables an investor to donate listed securities or the proceeds from the sale of listed securities to Yayasan Bursa Malaysia for charitable purposes.
- 1.4 Under the amended BMS Rules, a Participating Organisation participating in the S2S is not required to charge a minimum fixed commission with respect to the sale of securities made pursuant to a donation by a client.
- 1.5 The amended BMS Rules is set out in **Annexure 1**.

2. EFFECTIVE DATE

- 2.1 The amendments to the BMS Rules will take effect on **29 November 2022**.

3. DETAILS OF SHARES2SHARE

- 3.1 The details of Shares2share may be accessed in the following Yayasan Bursa Malaysia link: https://www.bursamalaysia.com/about_bursa/sustainability/yayasan-bursa-malaysia/shares2share

4. CONTACT PERSONS

4.1 In the event of any queries in relation to the above matter, kindly contact us at the following:

	Contact Details
Group Sustainability	shares2share@bursamalaysia.com
Regulatory Policy & Advisory (Rules)	rpa@bursamalaysia.com

This Circular is available at:

https://www.bursamalaysia.com/regulation/securities/rules_of_bursa_malaysia_securities

Regulation

**RULES OF BURSA MALAYSIA SECURITIES BERHAD (“BMS RULES”)
AMENDMENTS TO THE BMS RULES IN RELATION TO THE INTRODUCTION OF SDS**

RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS
11.01	New provision	11.01	<p><u>Securities Donation Scheme or SDS</u> <u>A donation scheme administered by Yayasan Bursa Malaysia that allows a Client to donate securities or the proceeds from the sale of securities for charitable purposes to Yayasan Bursa Malaysia in the manner determined by Yayasan Bursa Malaysia.</u></p>
SCHEDULE 6 COMMISSION RATES	Please refer to Annexure 1(A) below.	SCHEDULE 6 COMMISSION RATES	Please refer to Annexure 1(A) below.

SCHEDULE 6
[Rule 11.02 & 11.03]

COMMISSION RATES*

	Type of Trade	Basis for determining commission	Minimum commission	Maximum commission
(a)	Online Routed Trades	Fully negotiable	Not applicable	Not applicable
(b)	Trades paid for by Cash Upfront	Fully negotiable	Not applicable	Not applicable
(c)	Direct Business Transactions	Fully negotiable	Not applicable	Not applicable
(d)	All trades in securities executed in Board Lots except for trades specifically mentioned in the other items this table and trades in securities provided at items (d)(i), (d)(ii), and (d)(iii) and <u>(d)(iv)</u> below	Negotiable subject to the minimum and maximum commission, whichever is higher	Minimum Fixed Commission	0.7% of the Contract Value
	(i) ABFMY1 trades (including ABFMY1 Intraday Trades)	Negotiable subject to the minimum and maximum commission, whichever is higher	RM12.00	0.3% of the Contract Value
	(ii) ETB trades (including ETB Intraday Trades)	Negotiable subject to the maximum commission	Not applicable	0.3% of the Contract Value
	(iii) Trades in securities on the LEAP Market	Fully negotiable	Not applicable	Not applicable
		<u>Fully negotiable</u>	<u>Not applicable</u>	<u>Not applicable</u>

	Type of Trade	Basis for determining commission	Minimum commission	Maximum commission
	<u>(iv) Any sale of securities executed pursuant to a donation by a Client under the Securities Donation Scheme</u>			
(e)	All trades in securities executed in less than a Board Lot except for trades specifically mentioned in the other items in this table	Fully negotiable	Not applicable	Not applicable
(f)	ISSBNT trades	Fully negotiable	Not applicable	Not applicable

* Notes:

- (1) For transactions in securities denominated in foreign currency, the commission rate will be stipulated by the Exchange in the Directives.
- (2) Cash Upfront refers to full payment by the buying Client to the buying Client's Participating Organisation for the purchase of securities prior to the entry of the order to purchase into the ATS. For the purposes of this Schedule, the "full payment" in the definition of Cash Upfront must be in the form of cash or any other mode of payment where clearance of or good value is given to the mode of payment prior to the entry of the order.
- (3) Online Routed Trade refers to trade arising from an order routed by a Client to the Participating Organisation through an electronic order routing system for submission into ATS and includes an order routed through Direct Market Access.
- (4) Minimum Fixed Commission means:
 - (a) for trade other than Retail Trade
 - (i) on transactions in loan instruments RM2.00; and
 - (ii) on any other transaction RM40.00.
 - (b) for Retail Trade
 - (i) where the Contract Value is RM100,000 or below, the minimum commission payable shall be calculated at 0.6% of the Contract Value or the amount prescribed under paragraph 4(a) above, whichever is higher;

ANNEXURE 1
Amendments to the BMS Rules
In relation to the Introduction of SDS

- (ii) where the Contract Value exceeds RM100,000, the minimum commission payable shall be calculated at 0.3% of the Contract Value or the amount prescribed under paragraph 4(a) above, whichever is higher; and
 - (iii) where the trade is an Intraday Trade, the minimum commission payable shall be calculated at 0.15% of the Contract Value or the amount prescribed under paragraph 4(a) above, whichever is higher.
- (c) Notwithstanding paragraph 4(b) above, for transactions by employees, Dealer's Representatives and Trading Representatives, the minimum commission payable shall be the amount prescribed under paragraph 4(a) above.
- (5) For the avoidance of doubt, all commission rates set out in this Schedule are exclusive of GST.

[End of Schedule]

[End of Amendments to BMS Rules]