

PARTICIPATING ORGANISATIONS' CIRCULAR

Date: 17 December 2021

No: G 33 of 2021

UPLIFTMENT OF THE TEMPORARY SUSPENSION OF INTRADAY SHORT SELLING ("IDSS") AND PROPRIETARY DAY TRADER ("PDT") SHORT SALE

Reference is made to Participating Organisations' Circular No. R/R 5 of 2021 dated 26 August 2021 on the extension of temporary suspension of IDSS and PDT Short Sale to 31 December 2021.

Pursuant to Rule 2.01(2)(b) and Rule 2.01(2)(r) of the Rules of Bursa Malaysia Securities Berhad ("BMS Rules"), the Exchange will uplift the temporary suspension of IDSS and PDT Short Sale effective from **1 January 2022** with the following control measures:

1. IDSS and PDT Short Sale will be subjected to the 'at-tick rule', i.e. order price must be at prevailing best ask/selling price or higher. Participating Organisation must ensure IDSS and PDT Short Sale are carried out in accordance with this requirement.
2. The threshold for Total Gross Short Position of an Approved Securities on a particular Market Day would revert to 3% of the outstanding securities of the Approved Securities on that Market Day.
3. The Exchange prescribes all Main Market listed securities which are declared as Approved Securities by the Exchange pursuant to Rule 8.22(5) of BMS Rules as Day Trading Eligible Securities for PDT and to which a short sale may be executed subject to the terms of the Directive on the Use of Day Trading Activities Account ("**Directive No. 7.05(1)-001**"). Please be reminded that paragraph 3.1(1)(f) of Directive 7-05(1)-001 provides that no Day Trading is allowed for ACE Market and LEAP Market securities.
4. Participating Organisation must have entered into an agreement to borrow the "Day Trading Eligible Securities" to settle all potential failed trades which may occur in the event the executed short sale in Day Trading Eligible Securities are not closed off on T day itself.

Kindly inform your dealer's representatives / remisiers / clients accordingly.

For any further enquiries, please contact SMO at **03-20347777** or e-mail smo@bursamalaysia.com.

Director, Market Operations