

FREQUENTLY-ASKED QUESTIONS
GUIDELINES ON CATEGORIES OF SOPHISTICATED INVESTORS
(Issued: 5 February 2024)

INCLUSION OF NET ASSETS OR GROSS ANNUAL INCOME OR NET INVESTMENT PORTFOLIO OF CHILD WITHIN COMPUTATION OF TOTAL NET ASSETS OR GROSS ANNUAL INCOME OR NET INVESTMENT PORTFOLIO OF A HIGH NET WORTH INDIVIDUAL

- 1. Are supporting documents required to demonstrate proof of relationship between parent and child?**

Documentary evidence demonstrating proof of relationship may include, among others, birth certificate, adoption papers, marriage certificate.

- 2. Can a child's personal investment portfolio be included when capital market intermediaries evaluate the investment portfolio of a sophisticated investor?**

Yes, a child's personal investment portfolio can be included in the evaluation of a sophisticated investor's investment portfolio. The child's investment portfolio does not need to be held in a joint account with the sophisticated investor.

INTRODUCTION OF NEW CATEGORIES OF SOPHISTICATED INVESTOR BASED ON SELECTED KNOWLEDGE & EXPERIENCE CRITERIA

- 3. What documentation will an individual need to submit to qualify as a sophisticated investor under subparagraphs 5.01(c)(vi), (vii) and (viii) of the *Guidelines on Categories of Sophisticated Investors* (K&E categories)?**

An individual needs to submit a self-declaration confirming that at least one qualifying criteria within the various knowledge and experience categories is met.

Issuers or capital market intermediaries may request for supporting documents to verify the information. For some associations, membership details can be verified through the respective association websites:

1. Chartered Financial Analyst (CFA) Institute
2. Malaysian Institute of Accountants (MIA)
3. Malaysia Association of Tax Accountants (MATA)
4. Financial Planning Association of Malaysia (FPAM)
5. Malaysia Financial Planning Council (MFPC)

4. Is there any investment limit imposed on sophisticated investors qualified via the K&E categories?

No investment limit is imposed.

5. What investment products would an individual be eligible to invest as a sophisticated investor qualified via the K&E categories?

As a sophisticated investor, an individual is eligible to purchase all capital market products.