

## **ADMISSION GUIDELINES ON APPLICATION FOR REGISTRATION AS PARTICIPANT OF BURSA SUQ AL-SILA'**

*All applicants are requested to carefully study the Rules of Bursa Suq Al-Sila' ("Rules") relating to Participantship before submitting their application. The Rules set out the requirements, rights and obligations of each category of Participantship.*

### **COMMODITY TRADING PARTICIPANT ("CTP")**

#### **1. Eligibility**

- 1.1 The following entities are eligible to be admitted as a CTP, subject to the approval of Bursa Malaysia Islamic Services Sdn. Bhd. ("BMIS"):
- (a) a central bank, reserve bank or monetary authority of a country;
  - (b) a financial institution licensed under the laws and rules of its domestic supervisory framework;
  - (c) a co-operative registered under the Malaysian Co-operatives Societies Act, 1993 [Act 502] ("Co-operative Societies Act");
  - (d) a Malaysian government agency;
  - (e) such other entity requiring or providing services requiring commodity murabahah transactions; and
  - (f) such other entity as approved by BMIS.

#### **2. Application to BMIS**

- 2.1 Applicant must submit the duly completed Application for Registration as Participant of Bursa Suq Al-Sila' Pursuant to Rule 301.4 of the Rules of Bursa Suq Al-Sila' ("Application Form") together with the following documents and any other document as required by BMIS:
- (a) a central bank, reserve bank or monetary authority of a country:
    - (i) cover letter detailing the approval sought;
    - (ii) directors' resolution or power of attorney authorising the application and the performance of the functions required under the Rules or similar; and
    - (iii) copy of the law under which the entity is established or approved.
  - (b) a financial institution licensed under the laws and rules of its domestic supervisory framework:
    - (i) cover letter detailing the approval sought;
    - (ii) directors' resolution or power of attorney authorising the application and the performance of the functions required under the Rules;
    - (iii) certified true copy of memorandum and articles of association;

- (iv) certified true copy of certificate of incorporation or registration;
  - (v) certified true copy of latest audited financial statements; and
  - (vi) certified true copy of licence.
- (c) a co-operative registered under the Co-operative Societies Act:
- (i) cover letter detailing the approval sought;
  - (ii) directors' resolution authorising the application and the performance of the functions required under the Rules;
  - (iii) certified true copy of by-laws of the co-operative;
  - (iv) certified true copy of certificate of registration; and
  - (v) certified true copy of latest audited financial statements.
- (d) a corporation:
- (i) cover letter detailing the approval sought;
  - (ii) directors' resolution or power of attorney authorising the application and the performance of the functions required under the Rules;
  - (iii) certified true copy of memorandum and articles of association;
  - (iv) certified true copy of certificate of incorporation or registration;
  - (v) certified true copy of latest audited financial statements; and
  - (vi) certified true copy of licence or regulatory approval, where relevant, or any other equivalent document as requested by BMIS.
- 2.2 BMIS may approve an application for admission subject to any terms and conditions.
- 2.3 If the application for admission is not approved by BMIS, the applicant may, within 30 days from the receipt of the rejection notice, make a final appeal against the decision.
- 2.4 A party will not be allowed to trade in Bursa Suq Al-Sila' ("BSAS") or describe itself as a Participant of BSAS unless it is admitted as a Participant in accordance with the Rules.

**COMMODITY SUPPLYING PARTICIPANT (“CSP”)**

1. Eligibility
  - 1.1 A party is eligible to be admitted as a CSP to trade in a particular Approved Commodity if that party is in possession of such quantity of the Approved Commodity as may be specified by BMIS, subject to the approval of BMIS.
2. Application to BMIS
  - 2.1 Applicant must submit the duly completed Application Form together with the following documents and any other document as required by BMIS:
    - (a) cover letter detailing the approval sought;
    - (b) directors’ resolution authorising the application and the performance of the functions required under the Rules;
    - (c) certified true copy of memorandum and articles of association;
    - (d) certified true copy of certificate of incorporation or registration;
    - (e) certified true copy of latest audited financial statements;
    - (f) authorisation for BMIS to carry out financial settlement of trades as appended as Appendix 1;
    - (g) Shariah Verification/ Audit Checklist as appended as Appendix 2;
    - (h) undertaking for delivery of purchased Approved Commodity amount as appended as Appendix 3; and
    - (i) proof that the applicant is able to fulfill its undertaking for delivery of purchased Approved Commodity amount in clause 2.1 (h) above at all times.
  - 2.2 BMIS may approve an application for admission subject to any terms and conditions.
  - 2.3 If the application for admission is not approved by BMIS, the applicant may, within 30 days from the receipt of the rejection notice, make a final appeal against the decision.
  - 2.4 A party will not be allowed to trade in BSAS or describe itself as a Participant of BSAS unless it is admitted as a Participant in accordance with the Rules.

**COMMODITY EXECUTING PARTICIPANT (“CEP”)**

1. Eligibility
  - 1.1 The following entities are eligible to be admitted as a CEP, subject to the approval of BMIS:
    - (a) a party satisfying such criteria as BMIS deems fit; or
    - (b) a corporation fulfilling such conditions as may be specified by BMIS; and
    - (c) has established a set of internal guidelines, policies and procedures and has in place relevant personnel, systems and infrastructure with the relevant controls for the carrying out of activities on BSAS.
2. Application to BMIS
  - 2.1 Applicant must submit the duly completed Application Form together with the following documents and any other document as required by BMIS:
    - (a) cover letter detailing the approval sought;
    - (b) directors’ resolution authorising the application and the performance of the functions required under the Rules;
    - (c) certified true copy of memorandum and articles of association;
    - (d) certified true copy of certificate of incorporation or registration;
    - (e) certified true copy of latest audited financial statements; and
    - (f) certified true copy of licence or regulatory approval, where relevant, or any other equivalent document as requested by BMIS.
  - 2.2 BMIS may approve an application for admission subject to any terms and conditions.
  - 2.3 If the application for admission is not approved by BMIS, the applicant may, within 30 days from the receipt of the rejection notice, make a final appeal against the decision.
  - 2.4 A party will not be allowed to trade in BSAS or describe itself as a Participant of BSAS unless it is admitted as a Participant in accordance with the Rules.