

RULES OF BURSA MALAYSIA DEPOSITORY SDN BHD

RULE AMENDMENTS IN RELATION TO THE INTRODUCTION OF THE LEAP MARKET

RULE	EXISTING PROVISIONS	RULE	AMENDED PROVISIONS
Rule 1.01	<p>Definition:</p> <p>“moratorium securities” means securities which are imposed with a restriction by the Commission, on selling, transferring, assigning or otherwise dealing with the securities, for a stipulated period;</p> <p>“bank account information” in relation to a depositor, means the information prescribed by the Depository relating to the depositor’s bank account that is to be used for crediting of cash distributions paid by the issuer.</p> <p>“cash distributions” means the cash payments required under the Stock Exchange’s Listing Requirements to be made by a listed issuer to its securities holders by directly crediting the payments into the securities holders’ bank accounts as provided to the Depository from time to time.</p>	Rule 1.01	<p>Definition:</p> <p>“moratorium securities” means securities which are imposed with a restriction by the Commission <u>or the Stock Exchange</u>, on selling, transferring, assigning or otherwise dealing with the securities, for a stipulated period;</p> <p>“bank account information” in relation to a depositor, means the information prescribed by the Depository relating to the depositor’s bank account that is to be used for crediting of cash distributions <u>or other cash payments</u> paid by the issuer.</p> <p>“cash distributions” means the cash payments required under the Stock Exchange’s Listing Requirements to be made by a listed issuer to its securities holders by directly crediting the payments into the securities holders’ bank accounts as provided to the Depository from time to time.</p>
Rule 21.10	<p>Cash Distributions:</p> <p>An issuer who is required under the Stock Exchange’s Listing Requirements to pay all cash distributions to its securities holders by directly crediting payments into the securities holders’ bank accounts as provided to the Depository from time to time must request for the bank account information of its securities holders from the Depository in the manner prescribed by the Depository.</p>	Rule 21.10	<p>Cash Distributions:</p> <p><u>(1) An issuer who is required under the Stock Exchange’s Listing Requirements to pay all cash distributions to its securities holders by directly crediting payments into the securities holders’ bank accounts as provided to the Depository from time to time must request for the bank account information of its securities holders from the Depository in the manner prescribed by the Depository.</u></p> <p><u>(2) Any other issuer may request for such bank account information to directly credit cash distributions into the securities holders’ bank accounts.</u></p>

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			(3) <u>The requests for the bank account information referred to above must be in the manner prescribed by the Depository.</u>
<p>Rule 21.10A</p>	<p>Other Cash Payments:</p> <p>(1) Bank Account Information: An issuer intending to make cash payments to securities holders that do not fall within Rule 21.10 may, subject to Rule 21.10A(2), request for the bank account information of the securities holders from the Depository in the manner prescribed by the Depository.</p> <p>(2) Issuer to obtain depositors' consent: Before making the request referred to in Rule 21.10A(1), the issuer must have obtained the relevant depositors' irrevocable consent to:</p> <p>(a) the receipt of the relevant cash payments via direct credit into the depositor's bank account; and</p> <p>(b) the disclosure by Depository, the issuer or their respective agents to any person, of the depositor's bank account information or such other information, as may be necessary or expedient to facilitate the payment of the relevant cash payments via direct credit into the depositor's bank account or for any other purpose in connection with the payment of the cash payments via direct credit into the depositor's bank account.</p> <p>(3) Depositors' consent: The Depository may require the issuer to satisfy the Depository that the issuer has</p>	<p>Rule 21.10A</p>	<p>Other Cash Payments:</p> <p>(1) Bank Account Information: An issuer intending to make cash payments <u>other than cash distributions</u> to securities holders that do not fall within Rule 21.10 may, subject to Rule 21.10A(2), request for the bank account information of the securities holders from the Depository in the manner prescribed by the Depository.</p> <p>(2) Issuer to obtain depositors' consent: Before making the request referred to in Rule 21.10A(1), the issuer must have obtained the relevant depositors' irrevocable consent to:</p> <p>(a) the receipt of the relevant cash payments via direct credit into the depositor's bank account; and</p> <p>(b) the disclosure by Depository, the issuer or their respective agents to any person, of the depositor's bank account information or such other information, as may be necessary or expedient to facilitate the payment of the relevant cash payments via direct credit into the depositor's bank account or for any other purpose in connection with the payment of the cash payments via direct credit into the depositor's bank account.</p> <p>(3) Depositors' consent: The Depository may require the issuer to satisfy the Depository that the issuer has</p>

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	<p>obtained the consent referred to in Rule 21.10A(2). If the issuer fails to satisfy the Depository that the relevant consents have been obtained, the Depository reserves the right not to provide the bank account information to the issuer.</p>		<p>obtained the consent referred to in Rule 21.10A(2). If the issuer fails to satisfy the Depository that the relevant consents have been obtained, the Depository reserves the right not to provide the bank account information to the issuer.</p>
<p>Rule 21.10B</p>	<p>General Rules on Bank Account Information</p> <p>(1) Bank account information does not form part of the Record of Depositors: For the avoidance of doubt, the bank account information provided under Rules 21.10 and 21.10A will not form part of the Record of Depositors.</p> <p>(2) Purpose of bank account information: The issuer must take all reasonable measures to ensure that the bank account information is used solely for the purpose of or in connection with paying cash distributions or other cash payments.</p> <p>(3) Issuer unable to credit: If the issuer is unable to credit a depositor's entitlement into the depositor's bank account based on the bank account information received from the Depository, the issuer must immediately notify the Depository of this in the manner prescribed by the Depository.</p> <p>(4) Indemnity: The issuer must fully indemnify the Depository for any loss, damage, liability or cost incurred by the Depository as a result of or in connection with:</p> <p>(a) the unauthorised access, alteration, disclosure, dissemination or misuse of the bank account information by the issuer or any of the issuer's agents, servants, service providers, sub-</p>	<p>Rule 21.10B</p>	<p>General Rules on Bank Account Information</p> <p>(1) Bank account information does not form part of the Record of Depositors: For the avoidance of doubt, the bank account information provided under Rules 21.10 and 21.10A will not form part of the Record of Depositors.</p> <p>(2) Purpose of bank account information: The issuer must take all reasonable measures to ensure that the bank account information is used solely for the purpose of or in connection with paying cash distributions or other cash payments.</p> <p>(3) Issuer unable to credit: If the issuer is unable to credit a depositor's entitlement into the depositor's bank account based on the bank account information received from the Depository, the issuer must immediately notify the Depository of this in the manner prescribed by the Depository.</p> <p>(4) Indemnity: The issuer must fully indemnify the Depository for any loss, damage, liability or cost incurred by the Depository as a result of or in connection with:</p> <p>(a) the unauthorised access, alteration, disclosure, dissemination or misuse of the bank account information by the issuer or any of the issuer's agents, servants, service providers, sub-</p>

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	<p>contractors; or</p> <p>(b) the issuer's breach of Rule 21.10A(2).</p> <p>(5) Unlisted Securities: An issuer of unlisted or delisted securities intending to pay cash distributions or other cash payments electronically may request for the bank account information of its securities holders from the Depository. If such issuer requests for its securities holders' bank account information, it must comply with this Rule 21.10B.</p>		<p>contractors; or</p> <p>(b) the issuer's breach of Rule 21.10A(2).</p> <p>(5) Unlisted Securities: An issuer of unlisted or delisted securities intending to pay cash distributions or other cash payments electronically may request for the bank account information of its securities holders from the Depository. If such issuer requests for its securities holders' bank account information, it must comply with this Rule 21.10B<u>Deleted.</u></p>
<p>Rule 25.05</p>	<p>Change of particulars:</p> <p>It shall be the responsibility of a depositor to notify the authorised depository agent of any change of particulars or information provided to the Depository including, inter alia-</p> <p>(a) the name of the depositor;</p> <p>(b) the address for correspondence as well as for legal service;</p> <p>(c) the identity card, passport or company/business registration number;</p> <p>(d) where in the case of corporations, the authorised signatories;</p> <p>(e) where in the case of a company, the shareholding, if the shareholding results in the change of status from foreign depositor to Malaysian or vice versa;</p> <p>(f) bank account information; and</p> <p>(g) the depositor's contact details for the purposes of</p>	<p>Rule 25.05</p>	<p>Change of particulars:</p> <p>It shall be the responsibility of a depositor to notify the authorised depository agent of any change of particulars or information provided to the Depository including, inter alia-</p> <p>(a) the name of the depositor;</p> <p>(b) the address for correspondence as well as for legal service;</p> <p>(c) the identity card, passport or company/business registration number;</p> <p>(d) where in the case of corporations, the authorised signatories;</p> <p>(e) where in the case of a company, the shareholding, if the shareholding results in the change of status from foreign depositor to Malaysian or vice versa;</p> <p>(f) bank account information; and</p> <p>(g) the depositor's contact details for the purposes of</p>

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	receiving electronic notification of cash dividend payments.		receiving electronic notification of <u>notices, statements of accounts or other communication in respect of the depositor's deposited securities</u> cash dividend payments.

[End of Rule Amendments]

1. Must all securities of companies listed on the LEAP Market be deposited with Bursa Malaysia Depository Sdn. Bhd. (“BMDepo”)?

Yes, similar to securities of companies listed on the Main and ACE Markets, all securities of companies listed on the LEAP Market must be deposited with BMDepo, unless BMDepo exempts the mandatory deposit after consultation with the Securities Commission. This will enable the securities to be traded and settled electronically without the need for delivery of scrips.

2. Will investors be able to use their existing Central Depository System (“CDS”) accounts to trade in LEAP Market securities?

Yes, eligible depositors will be able to use any of their existing CDS accounts to trade the securities of companies listed on the LEAP Market and during the settlement day, the securities will either be credited into (for a purchase trade) or debited from (for a sales trade) the depositor’s CDS account.

3. Will the LEAP Market securities be reflected in the relevant depositor’s CDS statement of account?

Yes, if the depositor also trades Main Market and ACE Market securities, the LEAP Market securities will be shown in the CDS statement of account alongside the Main Market and ACE Market securities.

4. Will the depositors holding LEAP Market securities receive cash distributions (if any) directly into their bank accounts reflected in BMDepo’s records?

The depositors will receive cash distributions (if any) via direct credit into their bank accounts if such companies that are listed on the LEAP Market opt to employ this method of making cash distributions to their shareholders. This is different from the Main and ACE Markets where the Listing Requirements of the Main and ACE Markets require corporations listed on those markets to make all payments of cash distributions to the shareholders directly into their respective bank accounts. In this regard, the Rules of BMDepo, have been amended so that it will be facilitative in that such LEAP Market companies wishing to pay cash distributions directly into the bank accounts of their shareholders may request for the relevant bank account information from BMDepo for purposes of the same.

5. What is the framework in relation to transfers and withdrawal of LEAP Market securities?

The existing framework in relation to transfers of securities and withdrawal of securities of companies listed on the Main and ACE Markets from their CDS accounts will apply similarly to the securities of companies listed on the LEAP Market in that only permitted transfers and withdrawal under specified circumstances will be allowed.

6. **Will the range of services provided by BMDepo for securities of the LEAP Market securities be the same as that available for Main Market and ACE Market securities?**

Yes, BMDepo will make available the same range of services such as providing the list of the company's shareholders in the form of a Record of Depositors as and when requested by such company or performing the crediting of additional securities into the depositors' CDS accounts upon undertaking of any corporate exercise by such company. In this regard, companies listed on the LEAP Market may avail themselves to the SPEEDS processing which is an expedited process for the crediting of securities by BMDepo for certain corporate actions.

7. **What are the fees in relation to the depository services pertaining to LEAP Market securities?**

The existing depository related fees that apply to depository services for securities of companies listed on the Main Market and ACE Market will be similarly applicable to depositors and companies in relation to LEAP Market securities as and when any such services are required from BMDepo.

[End of FAQs]