

**MEMORANDUM
FOR YOUR INFORMATION**



Ref No : 0038 of 2017/PO
Date : 20 September 2017

To : Executive Director/ Head of Dealing
Executive Director/ Head of Operations

From : The Secretariat, ASCM

By Email

No. of pages : As per attachment

RE : **Common Reporting Standard (CRS)**

Dear Members,

Reference is made to our Memo 0020 of 2017/PO in which ASCM had invited members to provide issues that they wish to seek clarifications in respect to CRS.

On 7th June 2017, a briefing was conducted to the industry by LHDN and SC in which representatives from ASCM, FIMM, MAAM, MIBA and MFBA were present.

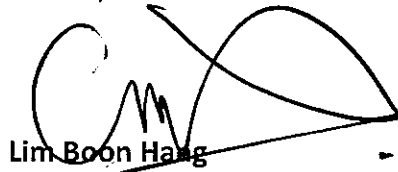
Further to the briefing, we had recently received further clarifications sought by members which LHDN had responded as follows:

Clarifications sought	LHDN's response
1. What are the items or transactions required to be reported? Are FIs required to report or declare all sales proceeds and dividend income transactions of their clients etc. during the period of reporting?	FIs required to report sales proceeds, dividend (received under nominees account) and interest.
2. For foreign or institutional brokers who are acting in the capacity as executing brokers, example clients belonging to their Hong Kong or Singapore counterparts, there is no custodian of shares and cash, should be nil reporting for CRS purpose as their counterparts will be reporting their clients' position.	The reporting FI will be the party with the client's information/data. In this case, the Malaysia brokers do not need to report for their Hong Kong or Singapore counter brokers' clients as the Malaysia broker will not have the information on the client.

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Kindly extend the above information to your relevant department for their attention.

Thank you

A handwritten signature in black ink, consisting of a large, stylized 'C' followed by a series of loops and a final horizontal stroke.

Lim Boon Hang

Executive Director, ASCM Secretariat