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ASCM Quarterly

Issue 2 of 2018

ASCM Major Activities in 2Q of 2018

1. ASCM Members Appreciation Night 2018

On 28 June 2018, ASCM held its Members' Appreciation Night at the ASCM Office. The Members' Appreciation Night was well attended by the members' representatives, past ASCM Committee Members as well as officials from Bursa Malaysia.



ASCM Chairman presented the cheque to Mr Tan Ming Lock from RHB Investment Bank

At this event, ASCM presented cheques to the members under the CMDF incentive scheme for the new Broker Front End project. The disbursement of the CMDF incentive scheme is given in 7 cycles and this is the fifth cycle of the disbursement amounting to about RM1.015 million.

ASCM also took the opportunity to present a memento as a token of our gratitude and appreciation to Encik Rashid Ismail, our past Chairman for 2016 and 2017.

ASCM Management Committee 2018

1. Dato' Ahmad Azman –Chairman
2. Chew Sing Guan – President
3. Paul Gui – Vice President
4. Mohd Faizal Shamsul Annuar – Secretary
5. R. Sundararajah – Treasurer
6. Azura Azman
7. Chan Tuck Kiong
8. Tan Swee Geok
9. Wong Yoke Weng

Inside this issue:

1. ASCM Members Appreciation Night 2018
2. ASCM's Contribution to Tabung Harapan
3. SC Dialogue 2018
4. Implementation of IDSS
5. Cyber Risk Working Group
6. Goods and Services Tax
7. Other meetings/activities

2. ASCM's Contribution to Tabung Harapan Malaysia

At the 6th ASCM Management Committee Meeting held on 28 June 2018, ASCM Chairman suggested for ASCM to make a contribution of RM10,000 to Tabung Harapan Malaysia in which all the Committee Members present supported the suggestion. The suggestion was again raised at the Members' Appreciation Night held later in the evening. All members present were also very supportive to this idea.

ASCM had written to the Prime Minister, Y.A.B Tun Dr Mahathir Mohamed on 5 July 2018 enclosing a cheque for the contribution. In its letter to the Prime Minister, ASCM expressed our spirit of patriotism and support for the nation.

3. SC Industry Dialogue 2018

The annual SC Industry Dialogue (SID) aims to share key initiatives that SC is currently undertaking and to tap the industry's expert knowledge in formulating strategic thrusts to further accelerate the growth and vibrancy of the Malaysian capital market. SC has planned for this year's SID to be held on 15 August 2018.

In tapping this opportunity, ASCM had invited members via our memo dated 16 April 2018 to provide feedback on issues and suggestions for ASCM to highlight at the SID. After further deliberations on the members' feedback, ASCM Management Committee decided to raise issues pertaining to the following areas at the pre-SID meetings:-

- i. Cost of doing business
- ii. Alternative Trading Systems.

3. Implementation of Intra-Day Short Selling

ASCM had been proposing to the regulators to implement the intra-day short selling (IDSS) for the past several years. Finally, on 2 April 2018 Bursa had announced to the industry that SC had approved for the implementation of IDSS effective 16 April 2018.

In line with the announcement, Bursa had amended the Rules of Bursa Securities, Directives and the Participating Organisations' Trading Manual to allow all investors to carry out IDSS.

3. Cyber Risk Working Group

As updated in the previous newsletter, the Cyber Risk Working Group (CRWG) had been established by the SC in March 2018. The CRWG aims to serve as an engagement platform between the SC and capital market entities in order to facilitate a harmonised cyber security environment.

The CRWG had its first meeting on 30 March 2018 as an introduction to CRWG members on the objectives of the CRWG. Later on 7 June 2018, the CRWG had its second meeting. The following are what had been transpired from the second meeting:

- i. SC agreed to centralize the cyber security incident reporting at Bursa level. However at present, brokers are required to report to SC and Bursa till SC has formalised their procedures and system by first or second quarter of 2019.
- ii. SC is planning to organize a cyber security drill in October 2018

3. Goods and Services Tax (GST)

Subsequent to the formation of the new Government post 14th Malaysia General Election, the Prime Minister had announced that the rate of GST is to be amended from 6% to 0% effective 1 June 2018.

Following this development, on 25 May 2018, Bursa had issued a circular to the brokers informing that it had amended Bursa's Directive No. 3-001 and the Trading Manual to replace the words "6% GST" with "GST at the prevailing rate".

5. Other Meetings/Activities

- On 25 May 2018, ASCM representatives attended an industry briefing/conference call organised by Bursa on Computer Emergency Response Team.
- On 8 June 2018, representatives of ASCM Management Committee attended the briefing on the Enhancement to the CPE Framework organized by SC.
- On 26 June 2018, ASCM representatives attended an industry briefing/conference call organised by Bursa on Technical Working Group for CDS e-Services.
- On 30 June 2018, ASCM made a submission on the progress report of the new broker front end project to the Capital Market Development Fund (CMDf).

