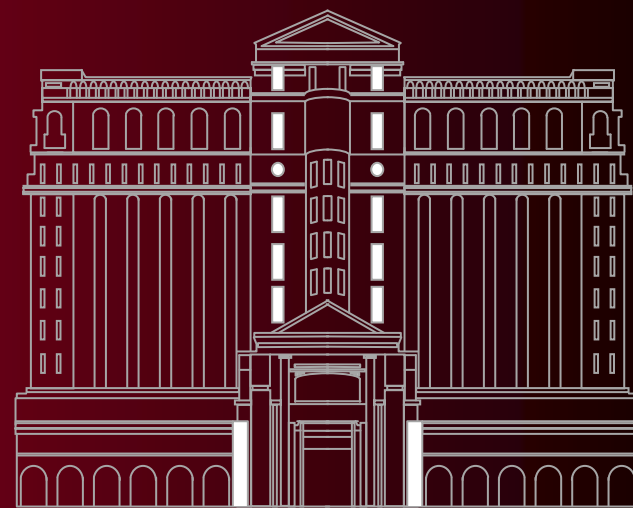


# **BURSA MALAYSIA BERHAD**

## **32<sup>nd</sup> Annual General Meeting**

### **Presentation to Shareholders**

*Dato' Yusli Mohamed Yusoff, CEO*  
*2 April 2009*



Visit us at <http://www.bursamalaysia.com>

Bursa Malaysia and its Group of Companies ("the Company") reserve all proprietary rights to the contents of this Presentation. No part of this Presentation may be used or reproduced in any form without the Company's prior written permission.

This Presentation is provided for information purposes only. Neither the Company nor the Presenter make any warranty, express or implied, nor assume any legal liability or responsibility for the accuracy, completeness or currency of the contents of this Presentation.

It is your responsibility to verify any information before using or relying on it.

# Financial Results

	RM	2007	2008	▲%
<b>Operating Revenue (mn)</b>		<b>443.4</b>	<b>290.3</b>	<b>(35)</b>
<b>Operating Expenses (mn)</b>		<b>172.3</b>	<b>185.4</b>	<b>8</b>
<b>Profit After Tax (mn)</b>		<b>240.6</b>	<b>104.4</b>	<b>(57)</b>
<b>Earnings per Share (sen)</b>		<b>46.1</b>	<b>19.9</b>	<b>(57)</b>
<b>Dividend per Share (sen)</b>		<b>85.0</b>	<b>24.3</b>	<b>(71)</b>

## Commentary

- Investors' weak sentiment and declined daily average trading value affected overall operating revenue. Derivatives revenue remained steady.
- Operating expenditures slightly increased mainly due to higher depreciation and amortisation charges from IT infrastructure upgrade during the year.

# Performance Ratios

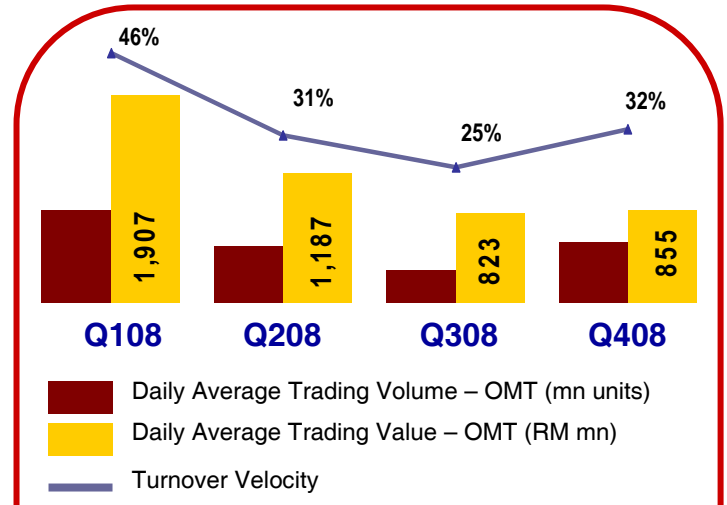
	%	2007	2008	▲%
<b>Annualised Return on Equity</b>		30.3	13.8	(54)
<b>Operating EBITDA Margin</b>		64.3	43.2	(33)
<b>Net Profit Margin</b>		48.9	31.5	(36)
<b>Stable Revenue + Derivatives Income: Total Operating Expenses</b>		80.5	79.1	(2)

# Operating Drivers

*Equities Performance Impacted By Weak Investors Sentiment*  
*Derivatives Performance Remain Steady*

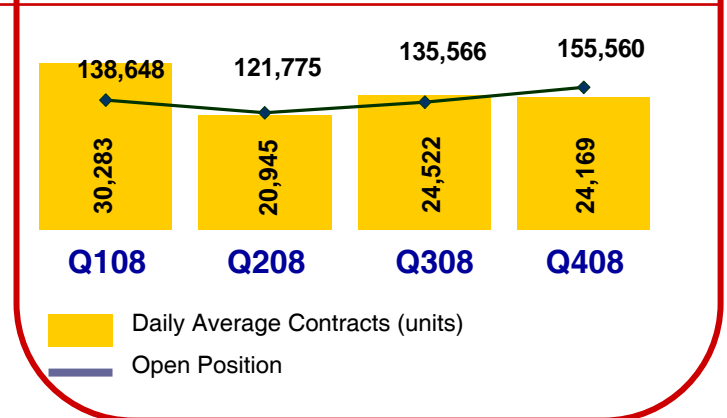
## SECURITIES

	2007	2008	▲ %	Q109
Velocity (%)	53	34	(36)	23
Market Capitalisation (RM tn)	1.1	0.7	(36)	0.7
Daily Average Trading Value OMT+DBT (RM bn)	2.3	1.3	(43)	0.7



## DERIVATIVES

	2007	2008	▲ %	Q109
Daily Average Contracts	25,010	24,878	(0.5)	23,862



# Capital Management

As at 31 December 2008

	RM mn	USD mn
<b>Financial Resources Available for Use</b>	404	116
<b>Shareholders' Funds</b>	732	211
<b>Capital Expenditure</b>	34	10

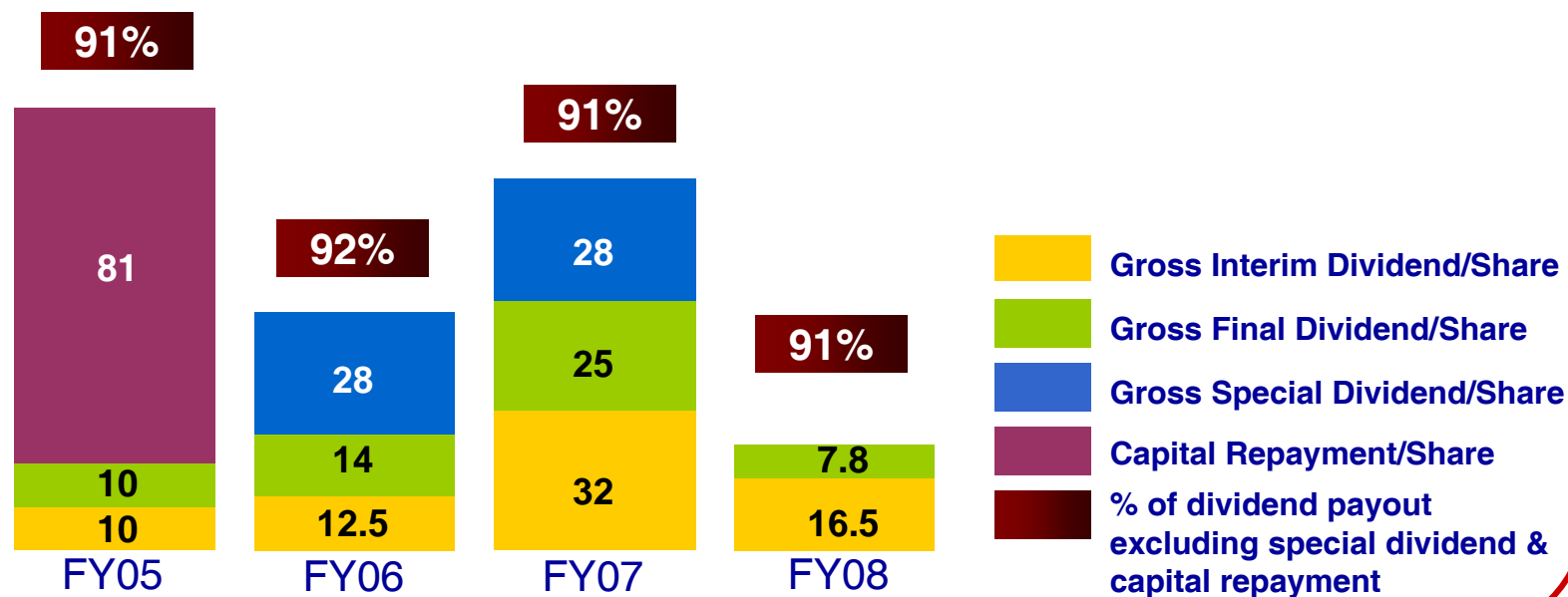
## *Commentary*

- Total CAPEX budgeted for 2009 is RM84.5 million
- The company has sufficient financial resources to cover its CAPEX, CGF commitment and working capital. Excess cash will be conserved amidst the market uncertainties.
- Prudent financial management measures are taken to minimise impact of economic slowdown.

# Dividend Payout > 90%

*Maximising Value to Shareholders*

Historical Dividend Payout (sen)



**Total Shareholders' Return since listing till 31 December 2008**

**143%**

**Share price performance from 1 January 2009 to 31 March 2009**

**Unchanged at RM5.15**

# Initiatives Implemented in 2008

## Infrastructure

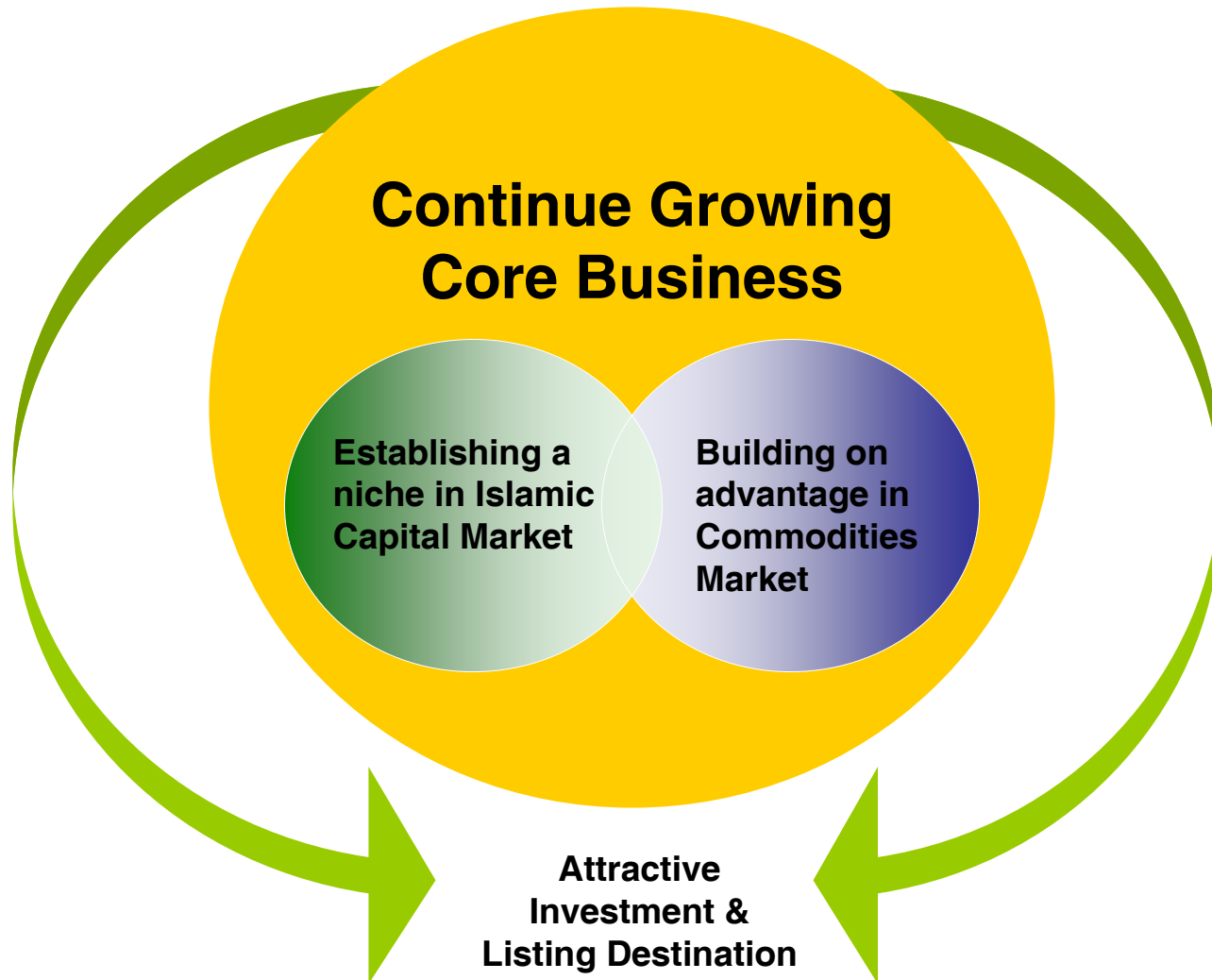
- ✓ Direct Market Access Derivatives
- ✓ Bursa Trade Securities

## New Products & Services

- ✓ i-ETF: MyETF-DJIM25
- ✓ Electronic Trading Platform for the Bond Market
- ✓ USD Crude Palm Oil Futures

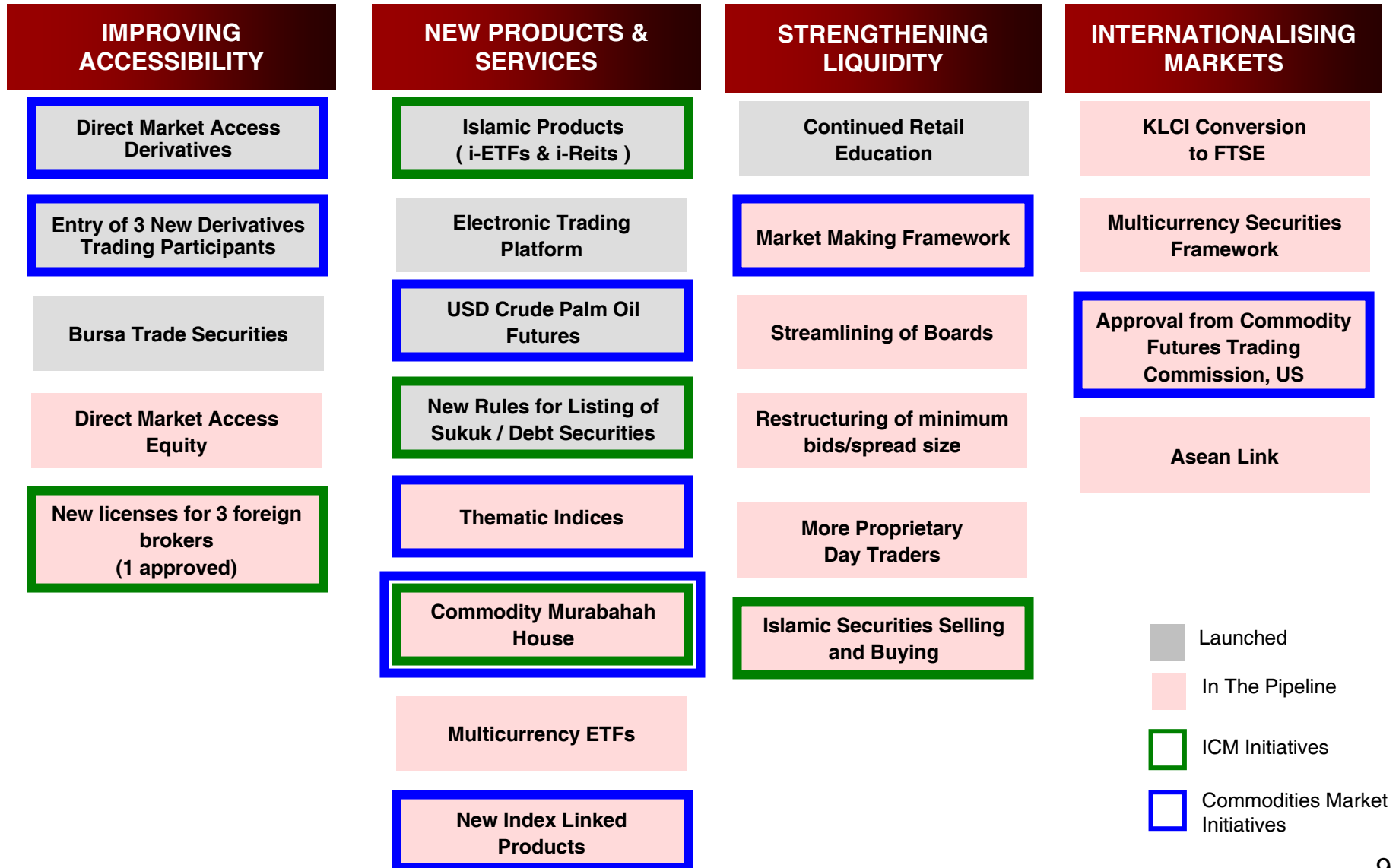
## Others

- ✓ Continued Retail Education
- ✓ New Rules for Listing of Sukuk / Debt Securities





# Ongoing Efforts to Boost the Market



- Launched
- In The Pipeline
- ICM Initiatives
- Commodities Market Initiatives

# Our Regulatory Role

*Providing investor protection, preserving market integrity & promoting investor confidence*

## Thematic approach in 2008 focusing on key areas:

- enhancing the standards of corporate governance among listed companies
- improving standards of disclosure
- promoting high standards of business conduct among market participants
- enhancing the effectiveness of enforcement
- elevating the level of education and awareness in the industry

**PLC**

**high levels of transparency in our listed companies**

**Intermediaries**

**adherence to high standards of business conduct by our Intermediaries**

**Market**

**adequate measures in place to ensure market remains orderly**

# Regulatory Initiatives in 2008

## PLC

- Strengthened CG practice:
  - ✓ Review disclosures
  - ✓ On-site examination
  - ✓ Practical guide
  - ✓ Engagements with PLC, institutional investors, professional organisations and advisers
- Heightened monitoring of adherence to disclosure requirements - 98% compliance to financial report submission
- Embarked on “Disclosure Project” – to enhance disclosure standards

## Intermediaries

- Heightened supervision of Participants to prevent systemic risk and accord greater investor protection during crisis:
  - ✓ Financial conditions and capital adequacy ratio (CAR) – showing high level of CAR
  - ✓ Clients’ assets under custody
  - ✓ Risk management, positions held and exposure
- On-site inspection of high risk Participants

## Market

- Intensified surveillance of market during crisis:-
  - ✓ Potential price manipulation
  - ✓ Breach of speculative position limits in the futures market
- New soft enforcement approach - engaging with senior management of brokers to address trading concerns swiftly
- Engagements with Participants to promote self-regulation

**...greater focus on effective and swift enforcement**

## GREATER ENFORCEMENT :

- ✓ Directors of PLC – Ensure good CG & compliance
- ✓ Participants & registered persons – Promote higher compliance & self-regulation

## Securities Market

- **Expect securities market to continue being challenged by the ongoing global financial and economic crisis.**
- **Expect collective worldwide stimulus measures to help mitigate the adverse impact of global economic crisis on the domestic economy.**

## Derivatives Market

**Expects interest in FKL1 and FCPO to continue in 2009 due to:**

- continued volatility in securities and commodities prices.**
- the Malaysian and Indonesian government's drive to increase demand for CPO, expected to spur the volume for FCPO.**
- increased access and volume via Direct Market Access Derivatives.**

**Thank You**