



**BURSA MALAYSIA BERHAD (30632-P)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2013**

**23 October 2013**

**BURSA MALAYSIA BERHAD (30632-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2013**

RM'000	Note	3 months ended		9 months ended	
		30.09.2013	30.09.2012	30.09.2013	30.09.2012
		Reviewed	Reviewed (Restated)	Reviewed	Reviewed (Restated)
Operating revenue	8	112,064	96,674	335,929	293,917
Other income	9	8,216	8,439	25,138	26,437
		120,280	105,113	361,067	320,354
Staff costs		(28,777)	(25,284)	(83,975)	(74,731)
Depreciation and amortisation		(9,121)	(8,524)	(26,589)	(25,237)
Other operating expenses	10	(17,926)	(17,330)	(53,223)	(55,117)
Profit before tax		64,456	53,975	197,280	165,269
Income tax expense	23	(16,793)	(15,907)	(52,837)	(45,780)
<b>Profit for the period</b>		<b>47,663</b>	<b>38,068</b>	<b>144,443</b>	<b>119,489</b>
<b>Profit attributable to:</b>					
Owners of the Company		46,209	36,494	139,233	114,840
Non-controlling interest		1,454	1,574	5,210	4,649
		47,663	38,068	144,443	119,489
<b>Earnings per share (EPS)</b> <b>attributable to owners of the</b> <b>Company (sen):</b>					
Basic EPS	29(a)	8.7	6.9	26.2	21.6
Diluted EPS	29(b)	8.6	6.8	26.1	21.6

*The above condensed consolidated income statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.*

**BURSA MALAYSIA BERHAD (30632-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2013**

RM'000	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
	Reviewed	Reviewed (Restated)	Reviewed	Reviewed (Restated)
Profit for the period	47,663	38,068	144,443	119,489
<b>Items that may be subsequently reclassified to profit or loss:</b>				
Foreign currency translation	42	(85)	97	(92)
Net fair value changes in available-for-sale (AFS) financial assets	(906)	1,520	31,931	8,035
Income tax relating to AFS financial assets	102	27	99	2
<b>Total other comprehensive income</b>	<b>(762)</b>	<b>1,462</b>	<b>32,127</b>	<b>7,945</b>
<b>Total comprehensive income</b>	<b>46,901</b>	<b>39,530</b>	<b>176,570</b>	<b>127,434</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the Company	45,447	37,956	171,360	122,785
Non-controlling interest	1,454	1,574	5,210	4,649
	46,901	39,530	176,570	127,434

*The above condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.*

**BURSA MALAYSIA BERHAD (30632-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 SEPTEMBER 2013**

RM'000	Note	As at 30.09.2013	As at 31.12.2012	As at 01.01.2012
		Reviewed	Reviewed (Restated)	Reviewed (Restated)
<b>Assets</b>				
Property, plant and equipment		205,125	209,733	218,397
Computer software		61,200	61,274	59,614
Goodwill		42,957	42,957	42,957
Investment securities		165,968	123,782	93,371
Staff loans receivable		7,611	9,140	11,678
Deferred tax assets		1,481	1,278	1,034
<b>Non-current assets</b>		<b>484,342</b>	<b>448,164</b>	<b>427,051</b>
Trade receivables		36,634	30,262	27,870
Other receivables		13,601	14,281	12,932
Tax recoverable		4,430	4,296	388
Investment securities		35,998	54,936	33,441
Cash and bank balances not belonging to the Group	13	895,039	1,175,000	671,880
Cash and bank balances of the Group	14	374,339	471,503	499,943
<b>Current assets</b>		<b>1,360,041</b>	<b>1,750,278</b>	<b>1,246,454</b>
<b>Total assets</b>		<b>1,844,383</b>	<b>2,198,442</b>	<b>1,673,505</b>
<b>Equity and liabilities</b>				
Share capital		266,306	266,012	265,800
Share premium		94,167	90,505	87,553
Other reserves		59,770	26,828	25,429
Retained earnings	24	349,892	474,256	462,062
Equity attributable to owners of the Company		770,135	857,601	840,844
Non-controlling interest		15,230	15,770	14,232
<b>Total equity</b>		<b>785,365</b>	<b>873,371</b>	<b>855,076</b>
Retirement benefit obligations		29,050	30,023	33,599
Deferred capital grants		8,456	9,934	11,850
Deferred tax liabilities		13,229	7,895	7,564
<b>Non-current liabilities</b>		<b>50,735</b>	<b>47,852</b>	<b>53,013</b>
Trade payables	13	857,066	1,137,234	636,166
Clearing Funds' contributions	13	35,548	35,938	34,485
Other payables		96,787	94,479	79,913
Tax payable		18,882	9,568	14,852
<b>Current liabilities</b>		<b>1,008,283</b>	<b>1,277,219</b>	<b>765,416</b>
<b>Total liabilities</b>		<b>1,059,018</b>	<b>1,325,071</b>	<b>818,429</b>
<b>Total equity and liabilities</b>		<b>1,844,383</b>	<b>2,198,442</b>	<b>1,673,505</b>
<b>Net assets per share attributable to owners of the Company (RM)</b>		<b>1.45</b>	<b>1.61</b>	<b>1.58</b>

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.

**BURSA MALAYSIA BERHAD (30632-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2013**

RM'000	← Attributable to owners of the Company →											Total equity
	← Non-distributable					→ Distributable						
	Share capital	Share premium	Capital reserve	Capital redemption reserve	AFS reserve	Foreign currency translation reserve	Share grant reserve	Clearing Fund reserves	Retained earnings	Total	Non-controlling interest	
<b>At 1 January 2012</b>	265,800	87,553	13,900	5,250	(24,776)	59	996	30,000	481,611	860,393	14,232	874,625
Effects of MFRS adoption and changes in accounting policies disclosed in Note 2.3	-	-	-	-	-	-	-	-	(19,549)	(19,549)	-	(19,549)
<b>At 1 January 2012 (restated)</b>	265,800	87,553	13,900	5,250	(24,776)	59	996	30,000	462,062	840,844	14,232	855,076
Profit for the period	-	-	-	-	-	-	-	-	114,840	114,840	4,649	119,489
Other comprehensive income	-	-	-	-	8,037	(92)	-	-	-	7,945	-	7,945
Total comprehensive income	-	-	-	-	8,037	(92)	-	-	114,840	122,785	4,649	127,434
<b>Transactions with owners of the Company:</b>												
Issuance of ordinary shares pursuant to Share Grant Plan (SGP)	212	2,952	-	-	-	-	(3,164)	-	-	-	-	-
SGP expense	-	-	-	-	-	-	3,891	-	-	3,891	-	3,891
Dividends paid (Note 7)	-	-	-	-	-	-	-	-	(140,963)	(140,963)	-	(140,963)
Dividends paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	(4,750)	(4,750)
<b>At 30 September 2012 (restated)</b>	266,012	90,505	13,900	5,250	(16,739)	(33)	1,723	30,000	435,939	826,557	14,131	840,688
<b>At 1 January 2013</b>	266,012	90,505	13,900	5,250	(24,602)	(40)	2,320	30,000	492,106	875,451	15,770	891,221
Effects of MFRS adoption and changes in accounting policies disclosed in Note 2.3	-	-	-	-	-	-	-	-	(17,850)	(17,850)	-	(17,850)
<b>At 1 January 2013 (restated)</b>	266,012	90,505	13,900	5,250	(24,602)	(40)	2,320	30,000	474,256	857,601	15,770	873,371
Profit for the period	-	-	-	-	-	-	-	-	139,233	139,233	5,210	144,443
Other comprehensive income	-	-	-	-	32,030	97	-	-	-	32,127	-	32,127
Total comprehensive income	-	-	-	-	32,030	97	-	-	139,233	171,360	5,210	176,570
<b>Transactions with owners of the Company:</b>												
Issuance of ordinary shares pursuant to SGP	294	3,662	-	-	-	-	(3,956)	-	-	-	-	-
SGP expense	-	-	-	-	-	-	4,771	-	-	4,771	-	4,771
Dividends paid (Note 7)	-	-	-	-	-	-	-	-	(263,597)	(263,597)	-	(263,597)
Dividends paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	(5,750)	(5,750)
<b>At 30 September 2013</b>	266,306	94,167	13,900	5,250	7,428	57	3,135	30,000	349,892	770,135	15,230	785,365

**Note a**

**Note a**

Included in non-controlling interests of the Group at 30 September 2013 are 84 non-cumulative preference shares of RM1 each in Bursa Malaysia Derivatives Berhad (Bursa Malaysia Derivatives), a subsidiary, for registration as Trading Participants, at a subscription price determined by Bursa Malaysia Derivatives. The preference shareholders are not entitled to a refund of any part of the premium paid for the preference shares.

*The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.*

**BURSA MALAYSIA BERHAD (30632-P)**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2013**

RM'000	Note	9 months ended	
		30.09.2013	30.09.2012
		Reviewed	Reviewed (Restated)
<b>Cash flows from operating activities</b>			
Profit before tax		197,280	165,269
Adjustments for:			
Amortisation of premium less accretion of discount		562	527
Dividend income from investment securities	9	(1,151)	(1,604)
Depreciation and amortisation		26,589	25,237
Grant income	9	(1,478)	(1,436)
Interest income		(17,211)	(17,361)
Net loss/(gain) on disposal of investment securities	9	30	(257)
Net (reversal of impairment loss)/impairment loss on trade and other receivables	10	(5)	1,297
Retirement benefit obligations		1,110	1,429
SGP expense		4,771	3,891
Unrealised loss/(gain) on foreign exchange differences		15	(89)
Operating profit before working capital changes		210,512	176,903
Increase in receivables		(6,853)	(4,864)
Increase in payables		9,788	8,992
Cash generated from operations		213,447	181,031
Staff loans repaid, net of disbursements		1,864	2,249
Retirement benefits paid		(2,083)	(2,069)
Taxes paid, net of refunds		(38,985)	(50,728)
<b>Net cash from operating activities</b>		<b>174,243</b>	<b>130,483</b>
<b>Cash flows from investing activities</b>			
Decrease in other deposits not for short-term funding requirements		92,455	43,879
Interest received		17,193	14,837
Proceeds from disposal of investment securities		61,260	52,641
Purchases of investment securities		(53,168)	(87,502)
Purchases of property, plant and equipment and computer software		(29,951)	(15,306)
<b>Net cash from investing activities</b>		<b>87,789</b>	<b>8,549</b>

**BURSA MALAYSIA BERHAD (30632-P)**  
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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2013 (CONT'D.)**

RM'000	Note	9 months ended	
		30.09.2013	30.09.2012
		Reviewed	Reviewed (Restated)
<b>Cash flows from financing activities</b>			
Dividends paid	7	(263,597)	(140,963)
Dividends paid by a subsidiary to non-controlling interest		(5,750)	(4,750)
Dividends received		2,558	1,476
<b>Net cash used in financing activities</b>		<b>(266,789)</b>	<b>(144,237)</b>
<b>Net decrease in cash and cash equivalents</b>			
Effect of exchange rate changes on cash and cash equivalents		48	(100)
Cash and cash equivalents at beginning of year		153,775	155,343
<b>Cash and cash equivalents at end of period (Note)</b>	14	<b>149,066</b>	<b>150,038</b>

**NOTE**

Included in cash and cash equivalents as at the end of the financial period are the following:

- (i) Cash set aside for the following Clearing Funds:

RM'000	As at	As at
	30.09.2013	30.09.2012
Bursa Malaysia Securities Clearing Sdn. Bhd.'s (Bursa Malaysia Securities Clearing) appropriation to the Clearing Guarantee Fund (CGF)	25,000	25,000
Bursa Malaysia Derivatives Clearing Berhad's (Bursa Malaysia Derivatives Clearing) appropriation to the Derivatives Clearing Fund (DCF)	5,000	5,000
	<b>30,000</b>	<b>30,000</b>

- (ii) An amount of RM6,694,000 (30.09.2012: RM7,233,000) which has been set aside to meet or secure the claims of creditors and certain lease payments pursuant to the High Court order issued in relation to the reduction of capital of the Company on 27 January 2005.

*The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012 and the accompanying explanatory notes attached to these interim financial statements.*

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1. BASIS OF PREPARATION**

This condensed consolidated interim financial statements (Condensed Report), other than for financial instruments and retirement benefit obligations, have been prepared under the historical cost convention. Certain financial instruments have been carried at fair value in accordance to Malaysian Financial Reporting Standard (MFRS) 139 *Financial Instruments: Recognition and Measurement*, and the retirement benefit obligations include actuarial gains and losses in accordance with MFRS 119 *Employee Benefits*.

This condensed report also has been prepared in accordance with the requirements of MFRS 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This condensed report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2012. The explanatory notes attached to the condensed report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2012.

**2. SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Adoption of Standards, Amendments and Issues Committee (IC) Interpretations and changes in accounting policies**

**(a) Adoption of Standards, Amendments and IC Interpretations**

The Group adopted the following Standards, Amendments and IC Interpretations:-

MFRS 3	<i>Business Combinations</i>
MFRS 10	<i>Consolidated Financial Statements</i>
MFRS 11	<i>Joint Arrangements</i>
MFRS 12	<i>Disclosure of Interests in Other Entities</i>
MFRS 13	<i>Fair Value Measurement</i>
MFRS 119	<i>Employee Benefits (revised)</i>
MFRS 127	<i>Consolidated and Separate Financial Statements (revised)</i>
MFRS 128	<i>Investments in Associates and Joint Ventures (revised)</i>
Amendments to MFRS 1	<i>First-time Adoption of MFRS - Government Loans</i>
Amendments to MFRS 7	<i>Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities</i>
Amendments to MFRS 10	<i>Consolidated Financial Statements: Transition Guidance</i>
Amendments to MFRS 11	<i>Joint Arrangements: Transition Guidance</i>
Amendments to MFRS 12	<i>Disclosure of Interests in Other Entities: Transition Guidance</i>
Amendments to MFRS 101	<i>Presentation of Items of Other Comprehensive Income</i>
Annual Improvements to IC Interpretations and MFRSs 2009 - 2011 Cycle	

The adoption of the above pronouncements did not have any impact on the financial statements of the Group, except for the following:

**(i) Amendments to MFRS 101 *Presentation of Items of Other Comprehensive Income***

The amendments to MFRS 101 *Presentation of Items of Other Comprehensive Income* change the grouping of items presented in other comprehensive income. Items that could be reclassified to profit or loss at a future point in time (for example, exchange differences on translation of foreign operations and net gains or losses on AFS financial assets) would be presented separately from items that will never be reclassified (for example, actuarial gains and losses on defined benefit plans).

The adoption of this amendment affects presentation only and has no financial impact on the Group's financial statements.



PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

2.1 Adoption of Standards, Amendments and Issues Committee (IC) Interpretations and changes in accounting policies (Cont'd.)

(a) Adoption of Standards, Amendments and IC Interpretations (Cont'd.)

(ii) MFRS 119 *Employee Benefits (revised)*

The Group has adopted MFRS 119 *Employee Benefits (revised)* and applied this standard retrospectively during the current period.

As a result of MFRS 119 *Employee Benefits (Revised)* adoption, actuarial gains and losses are recognised immediately through other comprehensive income in order for the net pension asset or liability recognised in the statement of financial position to reflect the full value of the plan deficit or surplus. The expected returns on plan assets of defined benefit plans are not recognised in profit or loss and instead, the interest on net defined benefit obligation (net of the plan assets) is recognised in profit or loss, calculated using the discount rate used to measure the net pension obligation or asset.

The financial effects arising from the adoption of MFRS 119 *Employee Benefits (revised)* is disclosed in Note 2.3.

(b) Change in accounting policy on fines

In prior years, fines and related expenses were recognised in profit or loss. On 16 October 2012 after receiving the consent for the establishment of Capital Market Education and Integrity Fund (CMEIF), fines and related expenses were no longer recognised in profit or loss as the Group proposed the establishment of the CMEIF to account for fines received and strengthen the governance of fines utilisation.

Following the setting up of CMEIF on 1 January 2013, the net fines received by the Group in the past were transferred to CMEIF and recorded as a liability in the statement of financial position. This change in accounting policy has been applied retrospectively as disclosed in Note 2.3.

2.2 Standards issued but not yet effective

Amendments to MFRS 9	<i>Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>
Amendments to MFRS 10	<i>Consolidated Financial Statements: Investment Entities</i>
Amendments to MFRS 12	<i>Disclosure of Interests in Other Entities: Investment Entities</i>
Amendments to MFRS 127	<i>Consolidated and Separate Financial Statements: Investment Entities</i>
Amendments to MFRS 132	<i>Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities</i>
Amendments to MFRS 136	<i>Impairment of Assets - Recoverable Amount disclosures for Non-Financial Assets</i>
Amendments to MFRS 139	<i>Novation of Derivatives and Continuation of Hedge Accounting</i>
IC Interpretation 21	<i>Levies</i>

The Group will adopt the above pronouncements when they become effective in the respective financial periods. These pronouncement are not expected to have any effect to the financial statements of the Group upon their initial application.

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)**

**2.3 Financial effects arising from the adoption of MFRS 119 *Employee Benefits (Revised)* and change in accounting policy on fines**

Accordingly, the financial statements for the previous financial period and years have been restated as follows:

**(a) Condensed consolidated statement of financial position**

<b>RM'000</b>	<b>As previously reported</b>	<b>Note 2.1(a)(ii) Effect of adoption of MFRS 119</b>	<b>Note 2.1(b) Effect of change in accounting policy for fines</b>	<b>Restated</b>
<b><u>As at 1 January 2012</u></b>				
<b>Current liabilities</b>				
Other payables	67,330	-	12,583	79,913
<b>Non-current liabilities</b>				
Retirement benefit obligations	24,311	9,288	-	33,599
Deferred tax liabilities	9,886	(2,322)	-	7,564
<b>Equity attributable to owners of the Company</b>				
Retained earnings	481,611	(6,966)	(12,583)	462,062
<b><u>As at 31 December 2012</u></b>				
<b>Current liabilities</b>				
Other payables	80,535	-	13,944	94,479
<b>Non-current liabilities</b>				
Retirement benefit obligations	24,816	5,207	-	30,023
Deferred tax liabilities	9,196	(1,301)	-	7,895
<b>Equity attributable to owners of the Company</b>				
Retained earnings	492,106	(3,906)	(13,944)	474,256

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)**

**2.3 Financial effects arising from the adoption of MFRS 119 *Employee Benefits (Revised)* and change in accounting policy on fines (Cont'd.)**

**(b) Condensed consolidated income statement**

RM'000	As previously reported	Note 2.1(a)(ii) Effect of adoption of MFRS 119	Note 2.1(b) Effect of change in accounting policy for fines	Restated
<b><u>Period Ended 30 September 2012</u></b>				
Other income	28,771	-	(2,334)	26,437
Staff costs	(75,232)	501	-	(74,731)
Other operating expenses	(56,166)	-	1,049	(55,117)
Profit before tax	166,053	501	(1,285)	165,269
Income tax expense	(45,654)	(126)	-	(45,780)
Profit for the period	120,399	375	(1,285)	119,489
<b><u>Year Ended 31 December 2012</u></b>				
Other income	38,603	-	(2,496)	36,107
Staff costs	(102,481)	668	-	(101,813)
Other operating expenses	(74,857)	-	1,135	(73,722)
Profit before tax	216,032	668	(1,361)	215,339
Income tax expense	(58,286)	(167)	-	(58,453)
Profit for the period	157,746	501	(1,361)	156,886

**(c) Condensed consolidated statement of comprehensive income**

RM'000	As previously reported	Note 2.1(a)(ii) Effect of adoption of MFRS 119	Note 2.1(b) Effect of change in accounting policy for fines	Restated
<b><u>Period Ended 30 September 2012</u></b>				
Total comprehensive income for the period	128,344	375	(1,285)	127,434
<b><u>Year Ended 31 December 2012</u></b>				
Actuarial gains and losses on defined benefit plans	-	3,413	-	3,413
Income tax relating to actuarial gains and losses	-	(854)	-	(854)
Total comprehensive income for the year	157,821	3,060	(1,361)	159,520

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)**

**2.3 Financial effects arising from the adoption of MFRS 119 *Employee Benefits (Revised)* and change in accounting policy on fines (Cont'd.)**

**(d) Condensed consolidated statement of cash flows**

RM'000	As previously reported	Note 2.1(a)(ii) Effect of adoption of MFRS 119	Note 2.1(b) Effect of change in accounting policy for fines	Restated
<b><u>Period Ended 30 September 2012</u></b>				
Profit before tax	166,053	501	(1,285)	165,269
Retirement benefit obligations	1,930	(501)	-	1,429
Operating profit before working capital changes	178,188	-	(1,285)	176,903
Increase in payables	7,707	-	1,285	8,992
<b><u>Year Ended 31 December 2012</u></b>				
Profit before tax	216,032	668	(1,361)	215,339
Retirement benefit obligations	2,574	(668)	-	1,906
Operating profit before working capital changes	230,127	-	(1,361)	228,766
Increase in payables	4,619	-	1,361	5,980

**3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS**

The Group's performance is not affected by any seasonal or cyclical factors but is affected by the level of activities in the securities and derivatives markets.

**4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and nine months ended 30 September 2013.

**5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had any material effect on the quarter and nine months ended 30 September 2013.

**6. DEBT AND EQUITY SECURITIES**

There were no issuances, repurchases and repayments of debt and equity securities during the quarter and nine months ended 30 September 2013 other than the following:

- (i) On 1 April 2013, the Company issued 250,000 new ordinary shares of RM0.50 each pursuant to the SGP; and
- (ii) On 11 July 2013, the Company issued 338,000 new ordinary shares of RM0.50 each pursuant to the SGP.

**BURSA MALAYSIA BERHAD (30632-P)**  
(Incorporated in Malaysia)

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**7. DIVIDENDS PAID**

The following dividends were paid during the current and previous corresponding quarter:

	<b>30.09.2013</b>	<b>30.09.2012</b>
<b>Special dividend</b>		
Approved and declared on	18 July 2013	-
Paid on	15 August 2013	-
Number of ordinary shares on which dividends were paid ('000)	532,612	-
Dividend per share (single-tier)	20.0 sen	-
Net dividend paid (RM'000)	106,522	-
<b>Interim dividend</b>		
For the financial year	31 December 2013	31 December 2012
Approved and declared on	18 July 2013	18 July 2012
Paid on	15 August 2013	15 August 2012
Number of ordinary shares on which dividends were paid ('000)	532,612	532,024
Dividend per share (single-tier)	16.0 sen	13.5 sen
Net dividend paid (RM'000)	85,218	71,823
<b>Final dividend</b>		
For the financial year	31 December 2012	31 December 2011
Approved and declared on	28 March 2013	29 March 2012
Paid on	16 April 2013	17 April 2012
Number of ordinary shares on which dividends were paid ('000)	532,274	531,849
Dividend per share (single-tier)	13.5 sen	13.0 sen
Net dividend paid (RM'000)	71,857	69,140

**8. OPERATING REVENUE**

<b>RM'000</b>	<b>3 months ended</b>		<b>9 months ended</b>	
	<b>30.09.2013</b>	<b>30.09.2012</b>	<b>30.09.2013</b>	<b>30.09.2012</b>
Securities clearing fees	47,114	35,893	134,507	111,850
Securities trade fees	6,307	4,866	18,336	14,831
Other securities revenue	4,484	3,687	14,066	10,743
<b>Securities trading revenue</b>	<b>57,905</b>	<b>44,446</b>	<b>166,909</b>	<b>137,424</b>
Derivatives clearing fees	3,881	3,333	11,019	9,122
Derivatives trade fees	11,021	9,461	31,258	26,788
Other derivatives revenue	3,068	3,400	11,586	9,905
<b>Derivatives trading revenue</b>	<b>17,970</b>	<b>16,194</b>	<b>53,863</b>	<b>45,815</b>
Bursa Suq Al-Sila (BSAS) trading revenue	1,402	909	4,025	2,285
Listing and issuer services	12,288	12,595	37,314	39,022
Depository services	9,588	9,585	28,098	26,919
Market data	6,635	6,621	19,562	17,911
Member services and connectivity	6,276	6,324	20,545	18,946
Other operating revenue	-	-	5,613	5,595
<b>Total operating revenue</b>	<b>112,064</b>	<b>96,674</b>	<b>335,929</b>	<b>293,917</b>

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**9. OTHER INCOME**

RM'000	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Rental income	1,714	1,559	4,866	4,672
Interest income from:				
- Investments	5,293	5,574	16,948	17,028
- Others	83	104	263	333
Net (loss)/gain on disposal of investment securities	(30)	19	(30)	257
Dividend income	387	355	1,151	1,604
Grant income	687	478	1,478	1,436
Miscellaneous income	82	350	462	1,107
<b>Total other income</b>	<b>8,216</b>	<b>8,439</b>	<b>25,138</b>	<b>26,437</b>

**10. OTHER OPERATING EXPENSES**

RM'000	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Marketing and development costs	648	1,654	5,660	7,082
Technology charges:				
- Information technology maintenance	4,802	4,354	13,181	12,191
- Service fees	4,548	3,363	11,995	9,400
Central Depository System (CDS) consumables	818	785	2,987	2,360
Professional fees	270	1,124	797	4,147
Building management costs	2,702	2,443	7,810	7,714
Administrative expenses	1,646	1,580	4,686	5,263
Net (reversal of impairment loss)/impairment loss on trade and other receivables	(37)	(65)	(5)	1,297
Foreign exchange loss/(gain)	1	14	(55)	29
Miscellaneous expenses	2,528	2,078	6,167	5,634
<b>Total other operating expenses</b>	<b>17,926</b>	<b>17,330</b>	<b>53,223</b>	<b>55,117</b>

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**11. SEGMENTAL INFORMATION**

RM'000	Securities market	Derivatives market	Holding company	Others	Consolidated
<b>RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2013</b>					
Operating revenue	88,008	20,163	2,344	1,549	112,064
Other income	2,513	994	4,680	29	8,216
Direct costs	(21,886)	(10,522)	(5,896)	(1,379)	(39,683)
<b>Segment profit</b>	<b>68,635</b>	<b>10,635</b>	<b>1,128</b>	<b>199</b>	<b>80,597</b>
Overheads					(16,141)
<b>Profit before tax</b>	<b>68,635</b>	<b>10,635</b>	<b>1,128</b>	<b>199</b>	<b>64,456</b>

<b>RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2012</b>					
Operating revenue	74,322	18,313	3,018	1,021	96,674
Other income	2,481	598	5,326	34	8,439
Direct costs	(21,419)	(8,393)	(6,130)	(1,224)	(37,166)
<b>Segment profit/(loss)</b>	<b>55,384</b>	<b>10,518</b>	<b>2,214</b>	<b>(169)</b>	<b>67,947</b>
Overheads					(13,972)
<b>Profit before tax</b>	<b>55,384</b>	<b>10,518</b>	<b>2,214</b>	<b>(169)</b>	<b>53,975</b>

<b>RESULTS FOR 9 MONTHS ENDED 30 SEPTEMBER 2013</b>					
Operating revenue	257,668	65,952	7,868	4,441	335,929
Other income	7,556	2,275	15,209	98	25,138
Direct costs	(63,734)	(32,273)	(19,181)	(3,926)	(119,114)
<b>Segment profit</b>	<b>201,490</b>	<b>35,954</b>	<b>3,896</b>	<b>613</b>	<b>241,953</b>
Overheads					(44,673)
<b>Profit before tax</b>	<b>201,490</b>	<b>35,954</b>	<b>3,896</b>	<b>613</b>	<b>197,280</b>

<b>RESULTS FOR 9 MONTHS ENDED 30 SEPTEMBER 2012</b>					
Operating revenue	225,180	56,960	9,107	2,670	293,917
Other income	7,829	1,902	16,617	89	26,437
Direct costs	(61,490)	(26,967)	(22,583)	(3,345)	(114,385)
<b>Segment profit/(loss)</b>	<b>171,519</b>	<b>31,895</b>	<b>3,141</b>	<b>(586)</b>	<b>205,969</b>
Overheads					(40,700)
<b>Profit before tax</b>	<b>171,519</b>	<b>31,895</b>	<b>3,141</b>	<b>(586)</b>	<b>165,269</b>

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**11. SEGMENTAL INFORMATION (CONT'D.)**

RM'000	Securities market	Derivatives market	Holding company	Others	Consolidated
<b>ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2013</b>					
Assets that belong to the Group	421,047	133,026	358,266	31,094	943,433
Assets that do not belong to the Group	16,887	878,152	-	-	895,039
Segment assets	437,934	1,011,178	358,266	31,094	1,838,472
Unallocated corporate assets					5,911
<b>Total assets</b>	<b>437,934</b>	<b>1,011,178</b>	<b>358,266</b>	<b>31,094</b>	<b>1,844,383</b>
Liabilities that belong to the Group	29,261	11,812	59,554	31,241	131,868
Liabilities that do not belong to the Group	16,887	878,152	-	-	895,039
Segment liabilities	46,148	889,964	59,554	31,241	1,026,907
Unallocated corporate liabilities					32,111
<b>Total liabilities</b>	<b>46,148</b>	<b>889,964</b>	<b>59,554</b>	<b>31,241</b>	<b>1,059,018</b>



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**12. RELATED PARTY DISCLOSURES**

Significant related party transactions are as follows:

RM'000	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Administration fee income from Bursa Malaysia Securities Berhad - Compensation Fund (BMSB - CF), a fund managed by Bursa Malaysia Berhad	-	235	158	699
Administration fee income from Bursa Malaysia Derivatives Berhad - Fidelity Fund (BMDB - FF), a fund managed by Bursa Malaysia Derivatives Berhad	-	30	20	90

As at 28 February 2013, Bursa Malaysia Securities Berhad and Bursa Malaysia Derivatives Berhad transferred the funds of BMSB - CF and BMDB - FF to the Capital Market Compensation Fund Corporation (CMC) pursuant to Part IV of the Capital Markets and Services (Amendment) Act 2012. Bursa Malaysia Berhad will no longer earn administration fees from those funds subsequent to the transfer of funds to CMC.

The Directors are of the opinion that the above transactions had been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

**13. CASH AND BANK BALANCES NOT BELONGING TO THE GROUP**

RM'000	As at 30.09.2013
Trade margins, collaterals and security deposits	856,022
Securities Borrowing and Lending collaterals	1,044
Trade payables	857,066
DCF contributions	22,130
CGF contributions	13,418
Clearing Funds' contributions	35,548
Cash received for eDividend distributions (included within other payables)	2,425
<b>Total cash and bank balances not belonging to the Group</b>	<b>895,039</b>

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**13. CASH AND BANK BALANCES NOT BELONGING TO THE GROUP (Cont'd.)**

The amount of non-cash collaterals and contributions held by the Group not included in the consolidated statement of financial position as at 30 September 2013 comprise the following:

<b>RM'000</b>	<b>As at 30.09.2013</b>
Collaterals in the form of letters of credit	512,585
Collaterals in the form of shares	2,941
Contributions to the CGF in the form of bank guarantees	4,487
	<b>520,013</b>

**14. CASH AND BANK BALANCES OF THE GROUP**

<b>RM'000</b>	<b>As at 30.09.2013</b>
Cash and bank balances	6,722
Deposits for short-term funding requirements	142,344
Cash and cash equivalents	149,066
Other deposits not for short-term funding requirements	225,273
<b>Total cash and bank balances of the Group</b>	<b>374,339</b>

**15. CAPITAL COMMITMENTS**

Capital commitments for the purchase of property, plant and equipment and computer software not provided for in the condensed report as at the end of the financial period were as follows:

<b>RM'000</b>	<b>Approved and contracted for</b>	<b>Approved but not contracted for</b>
Computers and office automation	11,111	13,851
Renovations	107	-
<b>Total capital commitments</b>	<b>11,218</b>	<b>13,851</b>

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**16. CONTINGENT ASSETS AND LIABILITIES**

There were no contingent assets and no changes in the contingent liability in respect of the put and call options with Chicago Mercantile Exchange Group over the ordinary shares of Bursa Malaysia Derivatives since 31 December 2012.

**17. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group during the quarter and nine months ended 30 September 2013.

**18. OPERATING LEASE ARRANGEMENTS**

**(a) As Lessee - for the lease of land**

The future aggregate minimum lease payments payable under operating leases contracted for as at the end of the financial period but not recognised as liabilities are as follows:

<b>RM'000</b>	<b>As at 30.09.2013</b>
Not later than 1 year	539
Later than 1 year and not later than 5 years	2,155
Later than 5 years	39,714
<b>Total future minimum lease payments</b>	<b>42,408</b>

**(b) As Lessor - for building rental**

The future aggregate minimum lease payments receivable under non-cancellable operating leases contracted for as at the end of the financial period but not recognised as receivables are as follows:

<b>RM'000</b>	<b>As at 30.09.2013</b>
Not later than 1 year	6,387
Later than 1 year and not later than 2 years	6,305
Later than 2 years and not later than 5 years	4,457
<b>Total future minimum lease receivables</b>	<b>17,149</b>

**19. EVENTS AFTER THE REPORTING PERIOD**

There was no material event subsequent to the end of the current quarter.

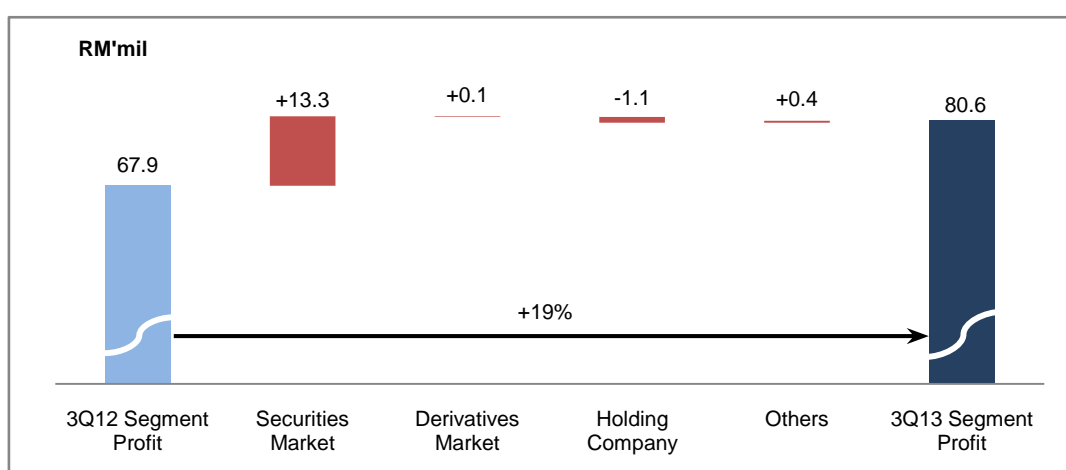
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW**

**(a) 3Q13 vs. 3Q12**

Profit before tax (PBT) for the quarter ended 30 September 2013 (3Q13) was RM64.5 million, an increase of 19 per cent from RM54.0 million in the quarter ended 30 September 2012 (3Q12). PBT is made up of segment profits less overheads (as depicted in Note 11).

Total segment profit for 3Q13 was RM80.6 million, an increase of 19 per cent from RM67.9 million in 3Q12. The quarter movements in the segment profits are depicted in the graph below:



**Securities Market**

The securities market recorded a segment profit of RM68.7 million in 3Q13, an increase of 24 per cent compared to RM55.4 million in 3Q12.

**(i) Operating Revenue**

Operating revenue for 3Q13 was RM88.0 million, representing an increase of 18 per cent compared to RM74.3 million in 3Q12. The increase came mainly from trading revenue, as shown in the chart below. 3Q13 saw higher trades following the conclusion of the Malaysian General Elections in May 2013 and volatility caused by uncertainty in global environment in 3Q13. Average daily value (ADV) for on-market trades (OMT) and direct business trades (DBT) were RM2.08 billion in 3Q13 compared to RM1.68 billion in 3Q12.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

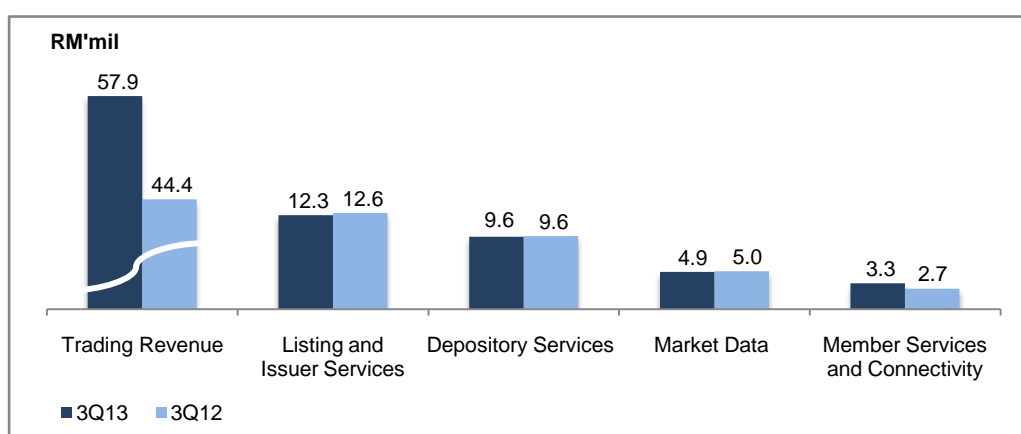
**(a) 3Q13 vs. 3Q12 (Cont'd.)**

**Securities Market (Cont'd.)**

**(i) Operating Revenue (Cont'd.)**

The components of operating revenue and key operating drivers are shown in the chart and table below respectively.

Components of Operating Revenue



Key Operating Drivers

		3Q13	3Q12	%
FBM KLCI	(points)	1,768.62	1,636.66	8
Average daily trading value (OMT and DBT)	(RM'billion)	2.08	1.68	24
Average daily trading volume (OMT and DBT)	(billion)	1.74	1.2	45
Effective clearing fee rate	(basis points)	2.31	2.25	3
Velocity	(per cent)	31	28	11
Number of initial public offerings (IPOs)		4	6	-33
Number of new structured warrant listings		113	146	-23
Total funds raised:				
- IPOs	(RM'billion)	1.58	7.3	-78
- Secondary issues	(RM'billion)	1.34	1.54	-13
Market capitalisation at end of period	(RM'billion)	1,611.20	1,417.29	14

**(ii) Operating Expenses**

Segment expenses were fairly stable at RM21.9 million.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

**(a) 3Q13 vs. 3Q12 (Cont'd.)**

**Derivatives Market**

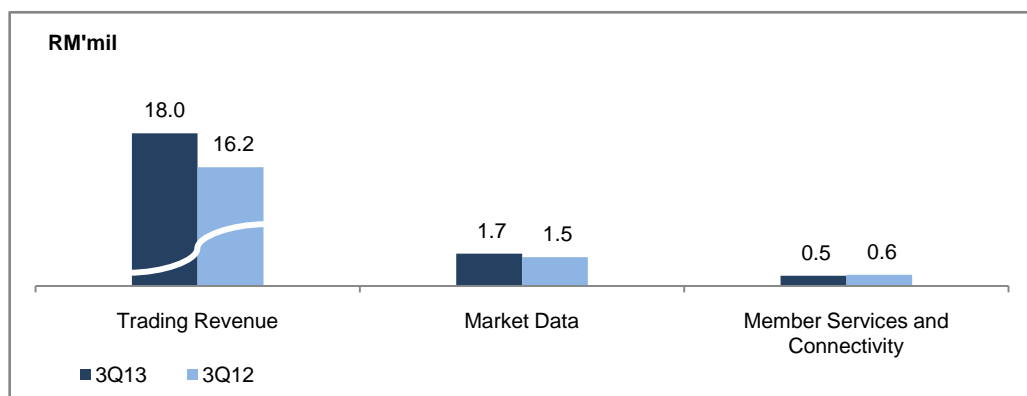
Derivatives market's segment profit was fairly stable at RM10.6 million in 3Q13 and 3Q12.

**(i) Operating Revenue**

Operating revenue for 3Q13 was RM20.2 million, representing an increase of 10 per cent compared to RM18.3 million in 3Q12. The increase came mainly from trading revenue, as shown in the chart below. 3Q13 saw higher trades as a result of higher foreign participation. Daily average contracts were 45,700 in 3Q13 compared to 42,234 in 3Q12.

The components of operating revenue and key operating drivers are shown in the chart and table below respectively.

**Components of Operating Revenue**



**Key Operating Drivers**

		3Q13	3Q12	%
FCPO contracts	(million)	2.15	2.05	5
FKLI contracts	(million)	0.72	0.52	38
Other contracts	(million)	0.01	0.01	-
Total	(million)	2.88	2.58	12
Daily average contracts		45,700	42,234	8
Average number of open interests		223,440	166,155	34

**(ii) Operating Expenses**

Segment expenses increased by 25 per cent to RM10.5 million in 3Q13 compared to RM8.4 million in 3Q12 mainly due to higher service fees and maintenance for the new clearing system.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

**(a) 3Q13 vs. 3Q12 (Cont'd.)**

**Exchange Holding Company**

The exchange holding company recorded a segment profit of RM1.1 million in 3Q13 compared to RM2.2 million in 3Q12. The lower profit in 3Q13 was mainly due to lower broker services and investment income.

**Others**

Others segment is made up of our BSAS business, bonds trading and offshore exchange. The Others segment improved from a loss position of RM0.2 million in 3Q12 to a profit position of RM0.2 million in 3Q13 as a result of the increasing use of BSAS as a commodity murabahah trading platform.

**Overheads**

Overheads increased by 16 per cent to RM16.1 million in 3Q13 compared to RM14.0 million in 3Q12. The higher overheads in 3Q13 was mainly due to higher staff costs.

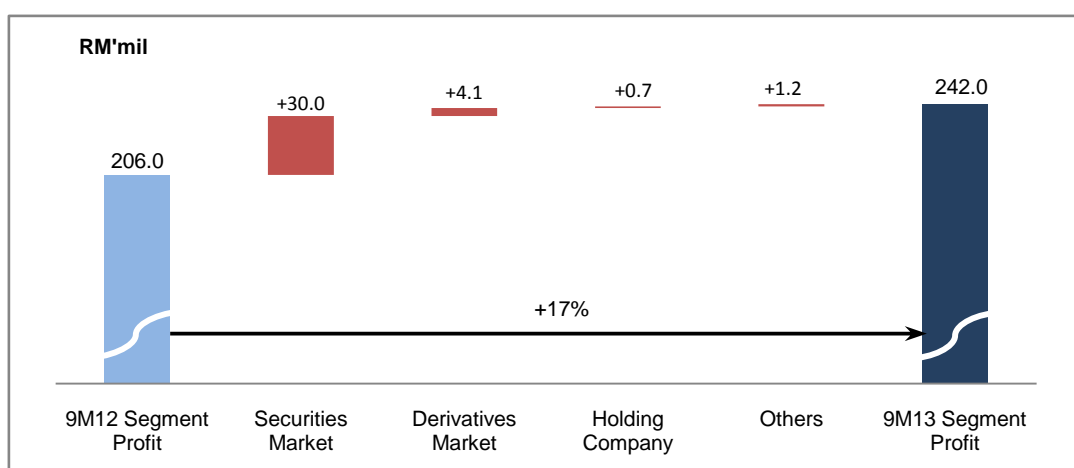
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

**(b) 9M13 vs. 9M12**

PBT for the nine months ended 30 September 2013 (9M13) was RM197.3 million, an increase of 19 per cent from RM165.3 million in the nine months ended 30 September 2012 (9M12). PBT is made up of segment profits less overheads.

Total segment profit for 9M13 was RM242.0 million, an increase of 17 per cent from RM206.0 million in 9M12. The nine months movement in the segment profits are depicted in the graph below:

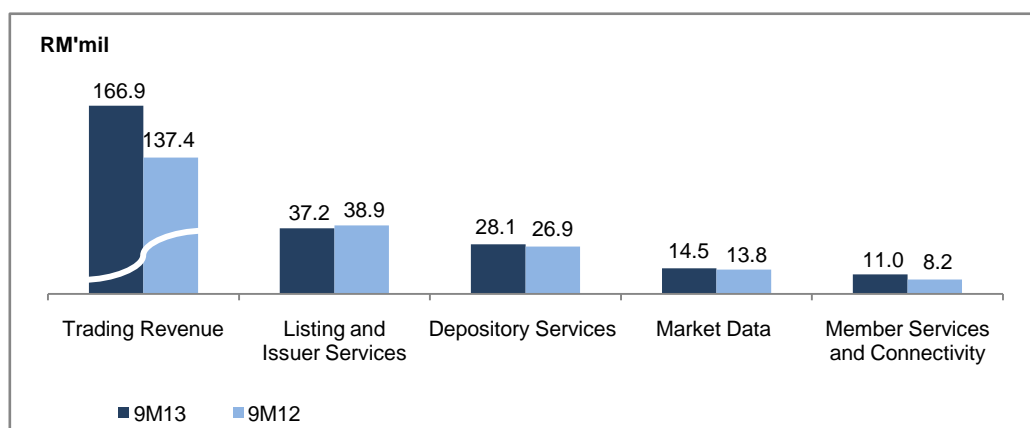


**Securities Market**

The securities market recorded a segment profit of RM201.5 million in 9M13 compared to RM171.5 million in 9M12. The higher profit in 9M13 was mainly a result of higher trading value on the securities market as compared to 9M12.

**(i) Operating Revenue**

Operating revenue for 9M13 was RM257.7 million, representing an increase of 14 per cent compared to RM225.2 million in 9M12. The increase came mainly from trading revenue, as shown in the chart below:





**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

**(b) 9M13 vs. 9M12 (Cont'd.)**

**Securities Market (Cont'd.)**

**(i) Operating Revenue (Cont'd.)**

- > Trading revenue increased by 21 per cent to RM166.9 million in 9M13 compared to 9M12. 9M13 saw a higher ADV for OMT and DBT of RM2.07 billion compared to RM1.72 billion in 9M12.
- > Listing and issuer services decreased by 4 per cent to RM37.2 million in 9M13 compared to 9M12. The decrease was mainly attributable to the lower number of new structured warrant listings and smaller IPOs.
- > Depository services increased by 4 per cent to RM28.1 million in 9M13 compared to 9M12. The higher revenue was mainly due to conversion fees earned from the merger of two broking houses in 9M13.
- > Member services and connectivity increased by 34 per cent to RM11.0 million in 9M13 compared to 9M12. The higher revenue was a result of a revision in fee structure for Bursa access fees in 2012.

Key operating drivers in the securities market are as follows:

		<b>9M13</b>	<b>9M12</b>	<b>%</b>
FBM KLCI	(points)	1,768.62	1,636.66	8
Average daily trading value (OMT and DBT)	(RM'billion)	2.07	1.72	20
Average daily trading volume (OMT and DBT)	(billion)	1.52	1.47	3
Effective clearing fee rate	(basis points)	2.27	2.31	-2
Velocity	(per cent)	32	30	7
Number of IPOs		11	14	-21
Number of new structured warrant listings		303	413	-27
Total funds raised:				
- IPOs	(RM'billion)	3.37	18.31	-82
- Secondary issues	(RM'billion)	9.97	4.39	127
Market capitalisation at end of period	(RM'billion)	1,611.20	1,417.29	14

**(ii) Operating Expenses**

Segment expenses increased by 4 per cent to RM63.7 million in 9M13 compared to RM61.5 million in 9M12 mainly due to higher depreciation of the new surveillance system and CDS expenses.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

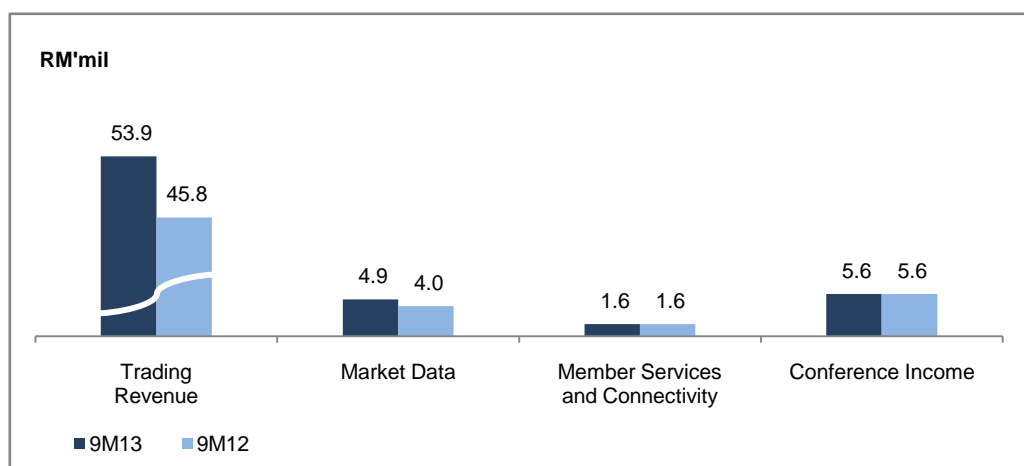
**(b) 9M13 vs. 9M12 (Cont'd.)**

**Derivatives Market**

The derivatives market recorded a segment profit of RM36.0 million in 9M13, an increase of 13 per cent compared to RM31.9 million in 9M12. The higher profit in 9M13 was attributed to a higher number of contracts traded.

**(i) Operating Revenue**

Operating revenue for 9M13 was RM66.0 million, representing an increase of 16 per cent compared to RM57.0 million in 9M12. The increase came mainly from trading revenue, as shown in the chart below:



- > Trading revenue increased by 18 per cent to RM53.9 million in 9M13 compared to 9M12. 8.13 million contracts were traded in 9M13 compared to 6.95 million contracts in 9M12.
- > Market data increased by 23 per cent to RM4.9 million in 9M13 compared to 9M12. The higher revenue was a result of higher number of subscribers.

Key operating drivers in the derivatives market are as follows:

		9M13	9M12	%
FCPO contracts	(million)	5.99	5.25	14
FKLI contracts	(million)	2.12	1.66	28
Other contracts	(million)	0.02	0.04	-50
Total	(million)	8.13	6.95	17
Daily average contracts		44,160	37,974	16
Average number of open interests		215,688	166,445	30

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. OPERATING SEGMENTS REVIEW (CONT'D.)**

**(b) 9M13 vs. 9M12 (Cont'd.)**

**Derivatives Market (Cont'd.)**

**(ii) Operating Expenses**

Segment expenses increased by 20 per cent to RM32.3 million in 9M13 compared to RM27.0 million in 9M12. This was mainly due to higher service fees charged as a result of the increase in trade volumes in 9M13 compared to 9M12 and higher information technology maintenance expenses.

**Exchange Holding Company**

The exchange holding company recorded a segment profit of RM3.9 million in 9M13 compared to RM3.2 million in 9M12. The lower profit in 9M12 was mainly due to higher professional fees.

**Others**

Others segment is made up of our BSAS business, bonds trading and offshore exchange. The Others segment improved from a loss position of RM0.6 million in 9M12 to a profit position of RM0.6 million in 9M13 as a result of increasing use of BSAS as a commodity murabahah trading platform.

**Overheads**

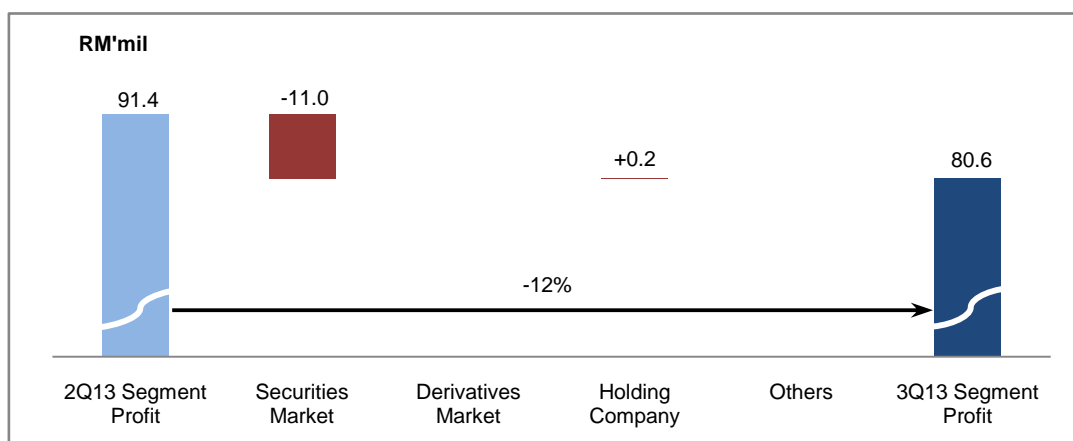
Overheads increased by 10 per cent to RM44.7 million in 9M13 compared to RM40.7 million in 9M12. The higher overheads in 9M13 mainly due to higher staff costs.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**21. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER**

PBT for 3Q13 was RM64.5 million, a decrease of 17 per cent from RM77.3 million in the quarter ended 30 June 2013 (2Q13). PBT is made up of segment profits less overheads.

Total segment profit for 3Q13 were RM80.6 million, a decrease of 12 per cent from RM91.4 million in 2Q13. The quarter on quarter movements in the segment profits are depicted in the graph below:

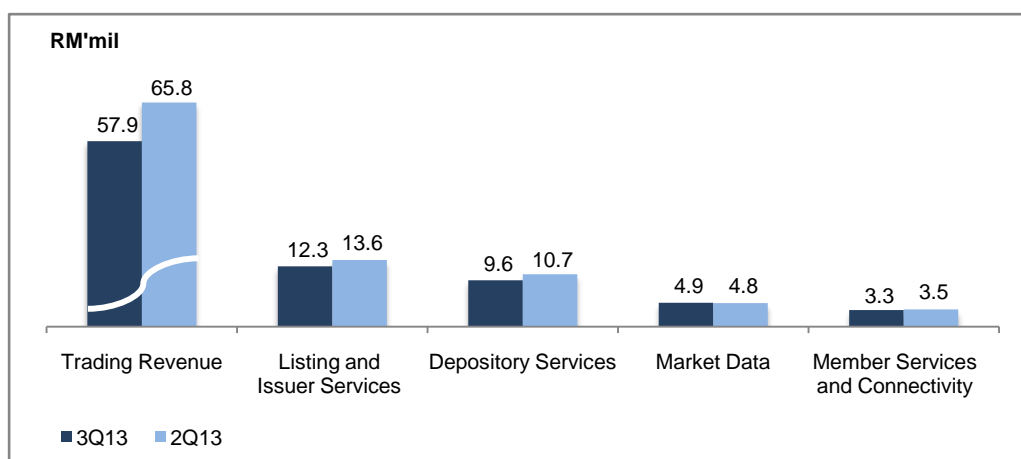


**Securities Market**

The securities market recorded a segment profit of RM68.7 million in 3Q13, a decrease of 14 per cent compared to RM79.7 million in 2Q13. The lower profit in 3Q13 was mainly a result of lower trading value on the securities market as compared to 2Q13.

**(i) Operating Revenue**

Securities market operating revenue decreased by 11 per cent to RM88.0 million in 3Q13 compared to RM98.4 million in 2Q13. The decrease came mainly from lower trading revenue, as shown in the chart below:



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**21. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER (CONT'D.)**

**Securities Market (Cont'd.)**

**(i) Operating Revenue (Cont'd.)**

- > Trading revenue decreased by 12 per cent to RM57.9 million in 3Q13 compared to 2Q13. 3Q13 saw lower ADV for OMT and DBT of RM2.08 billion compared to RM2.39 billion in 2Q13.
- > Listing and issuer services decreased by 10 per cent to RM12.3 million in 3Q13 compared to 2Q13. The decrease was mainly attributable to lower perusal fees as a result of fewer corporate exercises.
- > Depository services decreased by 10 per cent to RM9.6 million in 3Q13 compared to 2Q13. The lower revenue was mainly due to conversion fees earned from the merger of two broking houses in 2Q13.

Key operating drivers in the securities market are as follows:

		<b>3Q13</b>	<b>2Q13</b>	<b>%</b>
FBM KLCI	(points)	1,768.62	1,773.54	-
Average daily trading value (OMT and DBT)	(RM'billion)	2.08	2.39	-13
Average daily trading volume (OMT and DBT)	(billion)	1.74	1.71	2
Effective clearing fee rate	(basis points)	2.31	2.28	1
Velocity	(per cent)	31	37	-16
Number of IPOs		4	5	-20
Number of new structured warrant listings		113	68	66
Total funds raised:				
- IPOs	(RM'billion)	1.58	1.41	12
- Secondary issues	(RM'billion)	1.34	6.61	-80
Market capitalisation at end of period	(RM'billion)	1,611.20	1,598.81	1

**(ii) Operating Expenses**

Segment expenses were fairly stable RM21.9 million.

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**21. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER (CONT'D.)**

**Derivatives Market**

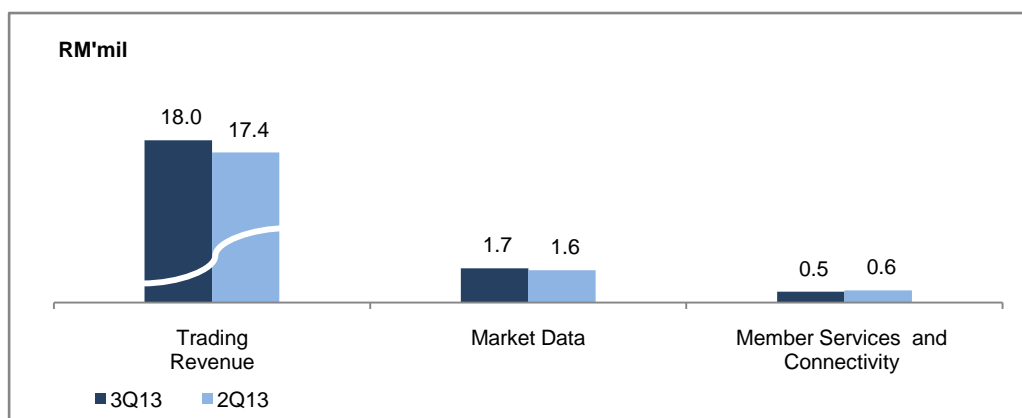
Derivatives market's segment profit was fairly stable at RM10.6 million in 3Q13 and 2Q13.

**(i) Operating Revenue**

Operating revenue for 3Q13 was RM20.2 million, representing an increase of 3 per cent compared to RM19.6 million in 2Q13.

The components of operating revenue and key operating drivers are shown in the chart and table below respectively.

Components of Operating Revenue



Key Operating Drivers

		3Q13	2Q13	%
FCPO contracts	(million)	2.15	1.82	18
FKLI contracts	(million)	0.72	0.79	-9
Other contracts	(million)	0.01	0.01	-
Total	(million)	2.88	2.62	10
Daily average contracts		45,700	41,673	10
Average number of open interests		223,440	209,651	7

**(ii) Operating Expenses**

Segment expenses increased by 10 per cent to RM10.5 million in 3Q13 compared to RM9.6 million in 2Q13 mainly due to higher services fees charged as a result of the increase in trade volume in 3Q13 compare to 2Q13.

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**21. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER  
COMPARED WITH PRECEDING QUARTER (CONT'D.)**

**Exchange Holding Company**

The segmental profit for the exchange holding company was fairly stable at RM1.1 million.

**Others**

Others segment is made up of our BSAS business, bonds trading and offshore exchange. The Others segment profit was fairly stable at RM0.2 million in 3Q13 and 2Q13.

**Overheads**

Overheads increased by 14 per cent to RM16.1 million in 3Q13 compared to RM14.1 million in 2Q13. The higher overheads in 3Q13 mainly due to more Corporate Social Responsibilities (CSR) activities and certain cost allocation adjustments.

**22. COMMENTARY ON PROSPECTS AND TARGETS**

We expect the global economic conditions and events to remain challenging in the 4th quarter of the year. Malaysia's economy is however expected to remain resilient, supported by its strong domestic demand and public spending.

The trading momentum in the securities market has been driven by uncertainty in the global environment. Interest on the securities market will continue to be affected by global events and domestic developments.

The derivatives market is expected to continue to be active, as a result of the volatility and uncertainty in the global commodities and securities markets for the balance of the year.

The Exchange will continue to market and educate intermediaries and investors of our products and services to attract greater market participation. The Exchange will also continue its efforts to make the markets more accessible and attractive for both market participants and investors.

Barring any unforeseen circumstances, we expect our financial performance this year to improve compared to the previous year.



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**23. INCOME TAX EXPENSE**

RM'000	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Income tax				
- Current provision	18,881	15,800	55,041	45,438
- (Over)/under provision of tax in prior years	(7,434)	622	(7,434)	622
	11,447	16,422	47,607	46,060
Deferred tax				
- Relating to origination and reversal of temporary differences	(1,969)	(214)	(2,085)	21
- Under/(over) provision of tax in prior years	7,315	(301)	7,315	(301)
	5,346	(515)	5,230	(280)
<b>Total income tax expense</b>	<b>16,793</b>	<b>15,907</b>	<b>52,837</b>	<b>45,780</b>

Income tax is calculated at the Malaysian statutory tax rate of 25% of the estimated assessable profit for the period.

The effective tax rate of the Group for the current and previous corresponding quarters were higher than the statutory tax rate of the respective year principally due to certain expenses which were not deductible for tax purposes.

**24. RETAINED EARNINGS**

RM'000	As at	As at	As at
	30.09.2013	31.12.2012	01.01.2012
Realised	362,924	475,418	456,989
Unrealised	(13,151)	(6,474)	(6,338)
	349,773	468,944	450,651
Consolidation adjustments	119	5,312	11,411
<b>Total retained earnings</b>	<b>349,892</b>	<b>474,256</b>	<b>462,062</b>

**25. CORPORATE PROPOSALS**

There were no corporate proposals announced but not completed as at the reporting date.

**26. BORROWINGS AND DEBT SECURITIES**

As at the reporting date, there were no short-term borrowings and the Group had not issued any debt securities.

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**27. CHANGES IN MATERIAL LITIGATION**

There was no material litigation against the Group as at the reporting date.

**28. PROPOSED DIVIDENDS**

There was no dividend proposed in the current quarter and the previous corresponding quarter.

**29. EPS**

**(a) Basic EPS**

	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Profit attributable to the Owners of the Company (RM'000)	46,209	36,494	139,233	114,840
Weighted average number of ordinary shares in issue ('000)	532,575	532,003	532,293	531,817
<b>Basic EPS (sen)</b>	<b>8.7</b>	<b>6.9</b>	<b>26.2</b>	<b>21.6</b>

**(b) Diluted EPS**

	3 months ended		9 months ended	
	30.09.2013	30.09.2012	30.09.2013	30.09.2012
Profit attributable to Owners of the Company (RM'000)	46,209	36,494	139,233	114,840
Weighted average number of ordinary shares in issue ('000)	532,575	532,003	532,293	531,817
Effect of dilution ('000)	1,897	941	1,199	655
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	534,472	532,944	533,492	532,472
<b>Diluted EPS (sen)</b>	<b>8.6</b>	<b>6.8</b>	<b>26.1</b>	<b>21.6</b>

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN  
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**30. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the financial year ended 31 December 2012 was unqualified.

**31. REVIEW BY EXTERNAL AUDITORS**

The Board had engaged the external auditors to review and report on the condensed consolidated financial statements of Bursa Malaysia Berhad for the quarter and nine months ended 30 September 2013 in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

The external auditors reported to the Board that nothing has come to their attention that causes them to believe that the said condensed consolidated financial statements were not prepared, in all material respects, in accordance with MFRS 134 *Interim Financial Reporting* and in accordance with IAS 34 *Interim Financial Reporting* issued by the IASB. The report was made to the Board in accordance to the terms of reference with the external auditors and for no other purpose.

**32. AUTHORISED FOR ISSUE**

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 October 2013.