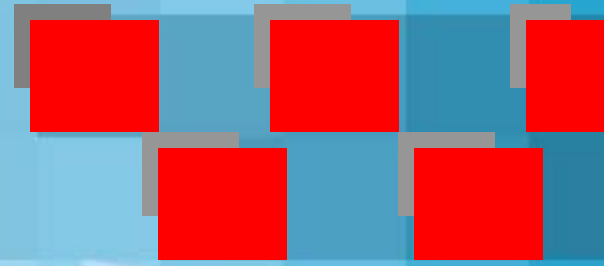


Bursa Malaysia Berhad

Invest Malaysia 2007, Kuala Lumpur

Dato' Yusli Mohamed Yusoff, CEO
Nadzirah Abd Rashid, CFO
21 - 23 March 2007



Disclaimer

The contents of this presentation include materials which may be capable of being interpreted as forward-looking statements. Such statements are merely predictions and targets, based on circumstances and reasonable assumptions which apply only at the date of such statements. Accordingly, no reliance should be placed on any forward-looking statements, express or implied, contained in this presentation.

What We Are...

BURSA MALAYSIA

- ◆ Market Operator – provides facilities / infrastructure for capital raising and investment
- ◆ Front-line Regulator - enforce rules and regulations

Commercial Entity

Objective

Provide a fair, efficient, liquid & transparent marketplace

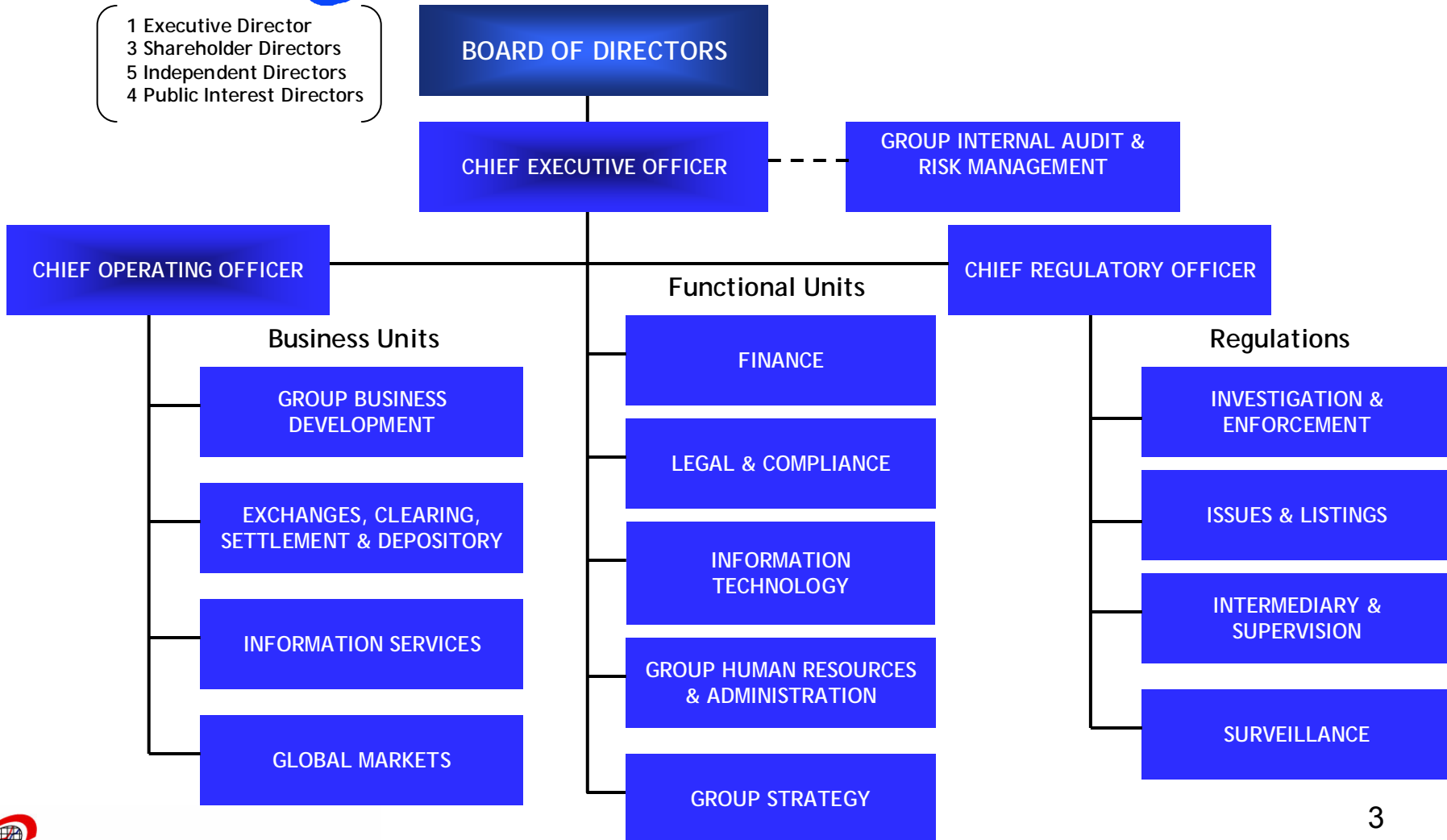
Objective

Well managed Company focused on creating shareholder value







Organisational Structure



- 1 Executive Director
- 3 Shareholder Directors
- 5 Independent Directors
- 4 Public Interest Directors



Highlights For Year Ended 31 December 2006

	FY2005 (RM)	FY2006 (RM)	Change
Operating Revenue	192.3 mil	262 mil	 36%
Operating Costs	144.1 mil	148.5 mil	 3%
Operating EBITDA	61.5 mil	129.7 mil	 111%
PAT	80.9 mil	108.9 mil	 35%
EPS	15.9 sen	21 sen	 32%
Full year Dividend	20 sen	26.5 sen	 33%

Key Market Indicators

Equity

Velocity

FY2006
32.5%

Change
↑ 25%

YT 19 Mar 07
70%

Change
↑ 115%

Market Capitalisation

849 bil

↑ 22%

916 bil

↑ 8%

Daily Average Value

1.0 bil

↑ 42%

2.6 bil

↑ 160%

Daily Average Volume

803 mil

↑ 94%

2.0 bil

↑ 149%

Derivatives

Daily Average Contracts





16,915

↑ 70%

25,910

↑ 53%

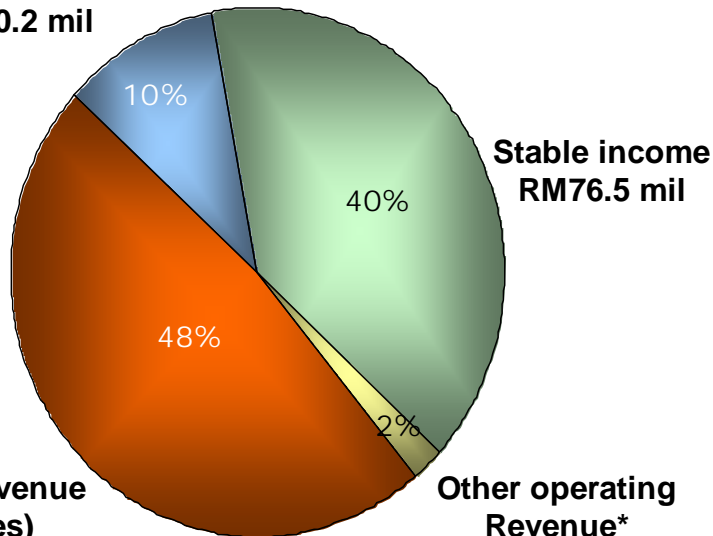
Key Performance Ratios

	FY2005	FY2006	Change
ROE	6.6%	12.8%	 93%
Op EBITDA Margin	32.0%	49.5%	 55%
Net Profit Margin	29.9%	35.8%	 20%
Stable Income: Cost	53.0%	50.7%	 4%

Performance Driven by Strong Revenue Growth

FY 2005 : RM192.3 mil

Trading revenue
(Derivatives)
RM20.2 mil

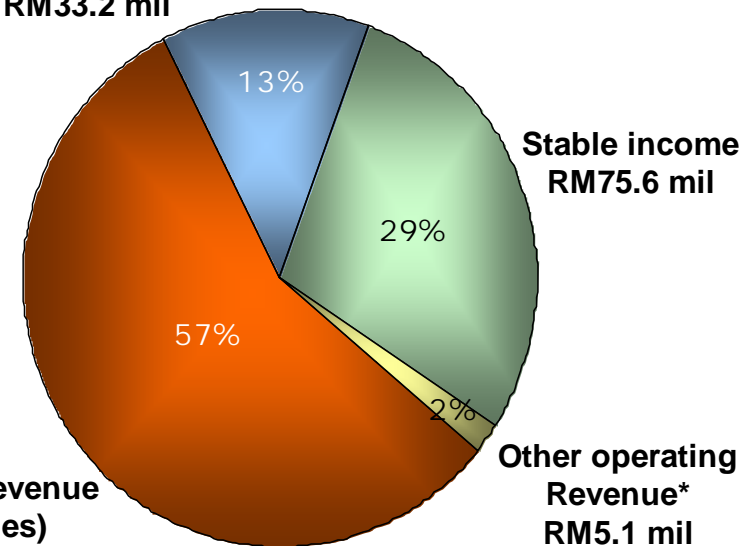


Trading revenue
(Equities)
RM92.8 mil

Other operating
Revenue*
RM2.8 mil

FY 2006 : RM262.1 mil

Trading revenue
(Derivatives)
RM33.2 mil



Trading revenue
(Equities)
RM148.2 mil

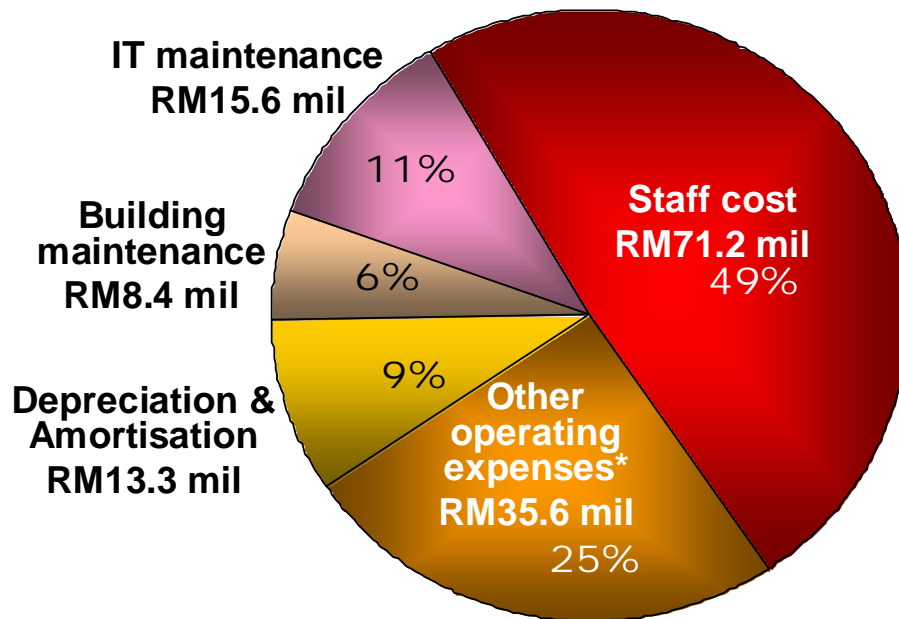
Other operating
Revenue*
RM5.1 mil

Stable income = Information Services + Listing Fees + Depository Services + Participants' Subscription Fees + Broker Services

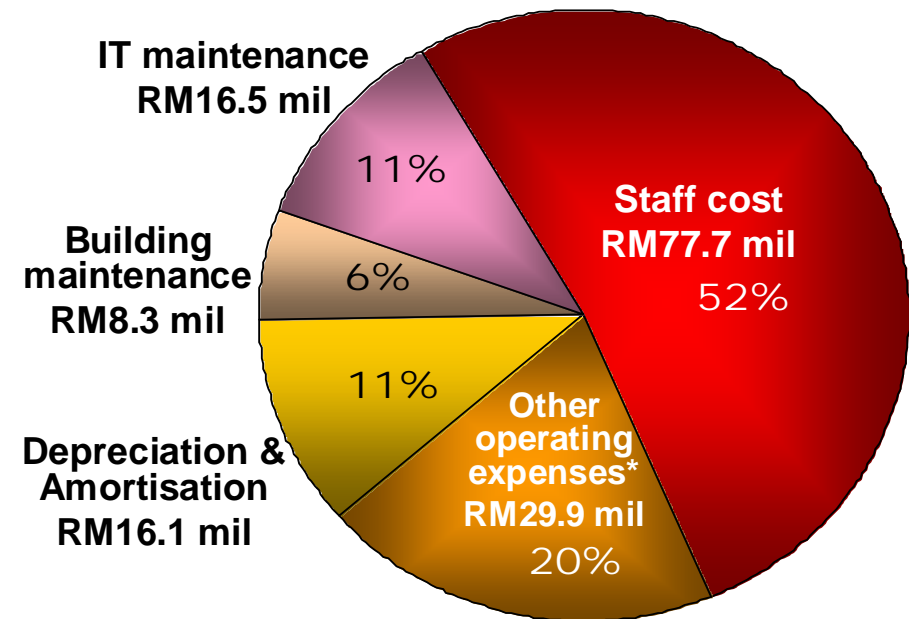
*Note : * Comprised mainly of perusal and processing fees*

Limited Increase In Operating Expenses

FY 2005 – RM144.1mil



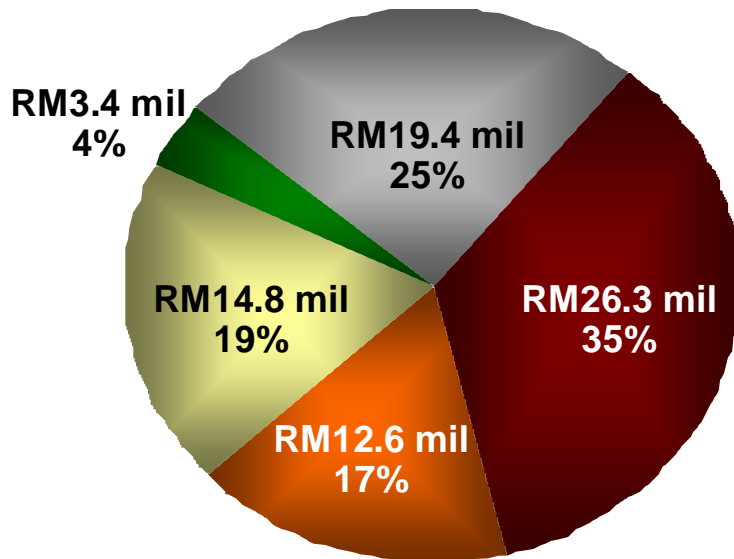
FY 2006 – RM148.5mil



* Other operating expenses = market promotion, legal, audit and professional fees etc.

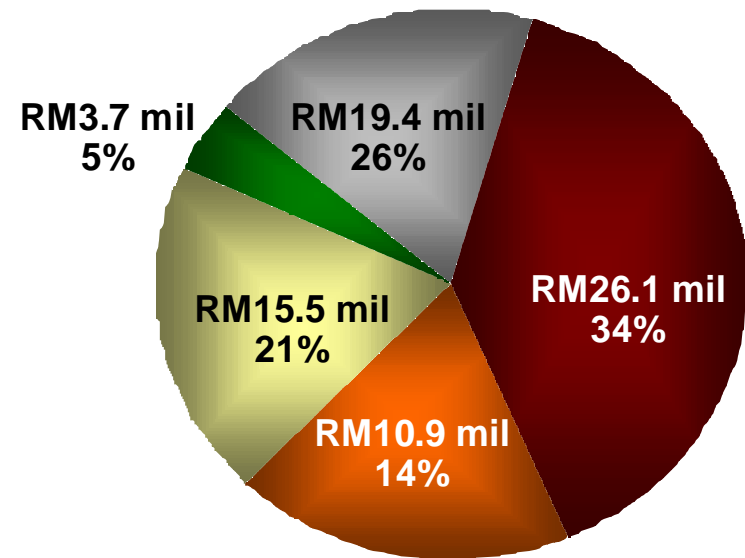
With Expected Growth In Stable Income

FY 2005 : RM76.5 mil



- Information services
- Listing fees
- Participants' subscription fees

FY 2006 : RM75.6 mil



- Depository services
- Broker services

In 2007, Our Focus Will Be On...

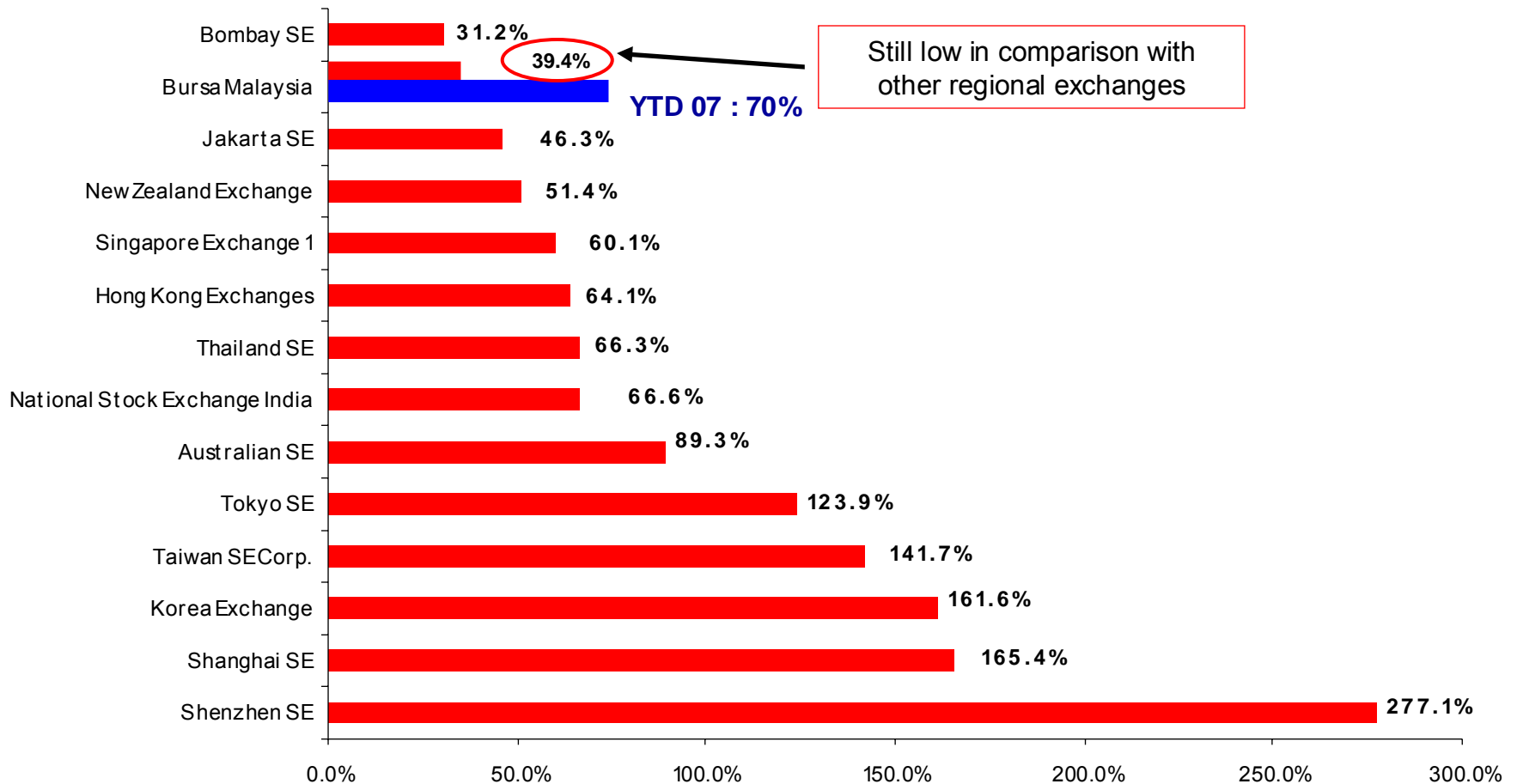
Primary
Improve Sustainable Velocity

Secondary
Improve quality internal
structure and processes

2007

Bursa's Sustainable Velocity Target : 60% by 2010

Turnover Velocity for the past 12 months to January 2007



Three Key Areas Will Be...

Infrastructure : improve efficiency & access

Products : broaden & internationalise product base

Additional Market Initiatives

Infrastructure...1

- **Equities**
 - **Bursa Trade 1b**
 - **Direct Market Access**

- **Fixed Income**
 - **Electronic Trading Platform**

- **Outsourcing**
 - **IT**

Products...2

- **Equities**
 - **FTSE BURSA 30 ETF**

- **Futures**
 - **FTSE BURSA 30**
 - **USD based FCPO**

- **FTSE Bursa Index Series**
 - **Tradable Shariah Index**

Additional Market Initiatives...3

- **PLC access**
 - **CMDF Bursa Research Scheme**
 - **Good Investor Relations Practices**
- **Protect market integrity –**
 - **Revised delisting criteria**
 - **Action against malpractice and manipulation**
- **CSR Framework**
- **Retail Market Plan**
 - **Rebranding**
 - **Perception Management**

We Continuously Review Capital Efficiency

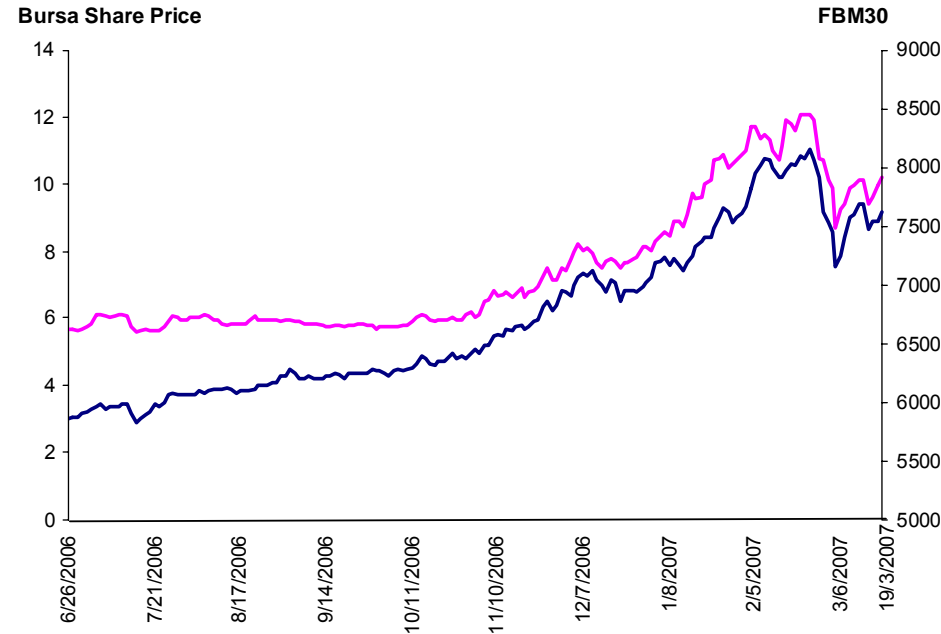
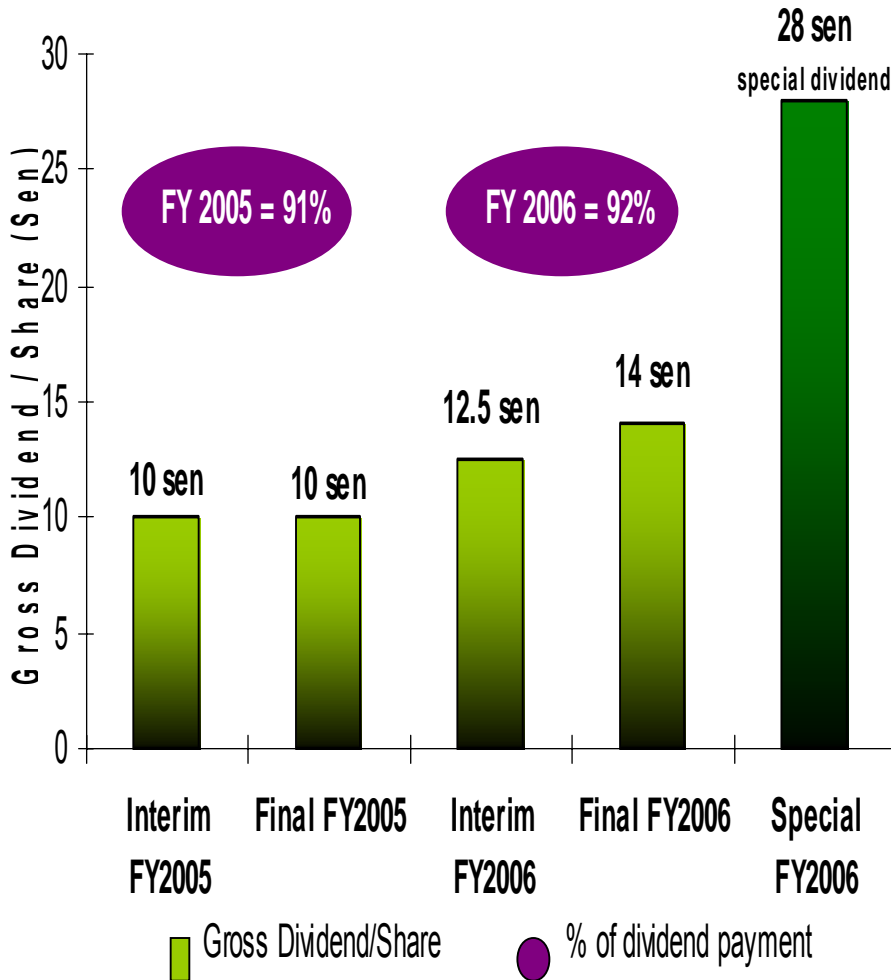
	RM million
2006 Special Dividend	105
Cash & Investment	493
Shareholders' Fund	809
Capital Expenditure for 2007	89

Going Forward

- ▲ Monetisation of building
- ▲ Surplus cash under constant review

Dividend Policy : 75%

To Ensure We Generate Value For Shareholders



- Total Shareholders' Return since IPO = 285% (Capital Gain + Dividends + Special Dividend)
- 240 % increase in share price since IPO
- 27% increase in share price YTD 2007

Assumption: Based on IPO price of RM3.00 and last done price on 19th March 2007 of RM10.20

In Summary...

- **2006 was a good year, 2007 will be better**

- **We are focused on improving velocity & liquidity**

- **Broader revenue base, derivatives market set to grow**

- **2007 Targets :**

- **16.8% ROE**

- **40% velocity**

- **40% growth in number of derivatives contracts**

Malaysian Capital Markets

Current momentum due to...

- **Strong fundamentals**
- **Increased Corporate Activity**
- **GLC reforms showing results**

A Favourable Malaysian Economy

- **Real growth** projected at about 6%
- Conducive **Domestic interest rates** for economic activities, overnight policy rate of 3.5%
- **Manageable Inflation** of 3%
- The **Strengthening Ringgit**, up 8.7% since de-peg in mid-2005
- **Ninth Malaysia Plan** charts the expansion path of the local economy
- Strong **global demand for “green products”** such as bio-diesel

With Increased Corporate Activity

	RM' bn
BCHB acquires Southern Bank	6.7
MMC Corp acquires Malakoff's assets and liabilities	9.3
Daikin acquires OYL Industries	7.6
ANZ acquires stake in AMMB	1.3
PNB mega plantation merger – Synergy Drive	31.4
PPB Group plantation consolidation exercise under Wilmar International	2.3
Genting Group wins SGD5.2bn Sentosa casino license	11.9

More active approach to globalisation and foreign investment interest.

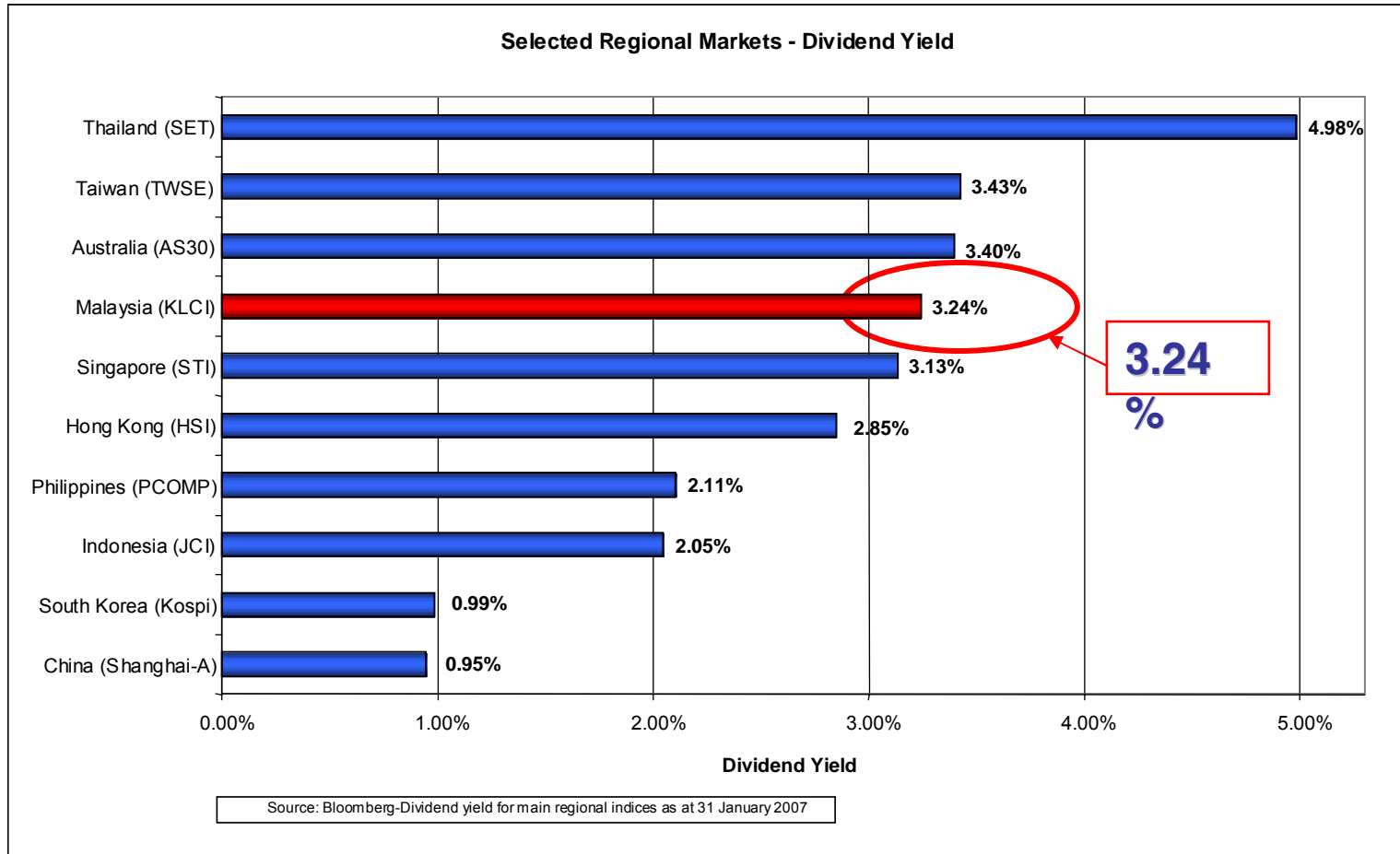
GLC Reforms Kicking In

- **Stock price performance : Based on 44 GLCs, almost 50% have done better than the market over a 30 month period from May 04, with total value creation of RM76 bn (AmResearch)**
- **Total Shareholders Return : 20 top GLC are in line with the broader market (Khazanah)**
- **Strong performers : Bumi Commerce, Tenaga**
Significant improvements : MAS, Telekom
- **Even Proton opening up to foreign partnerships**

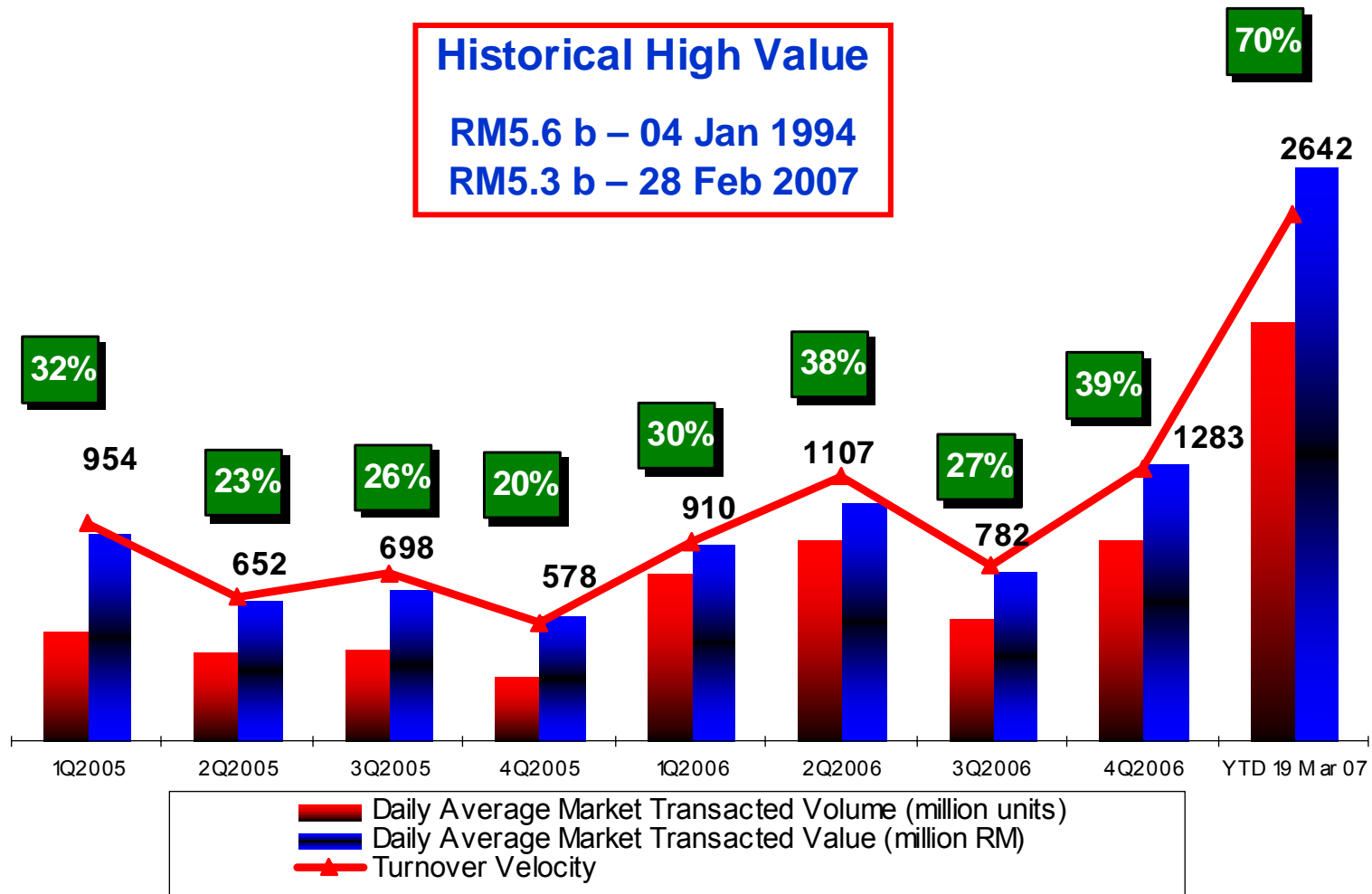
Winds of change : changing mindset and culture

Coupled With Market That Offers Relatively High Dividend Yields

Regional Comparison – Dividend Yield



Has Resulted In Increasing Velocity For Equities

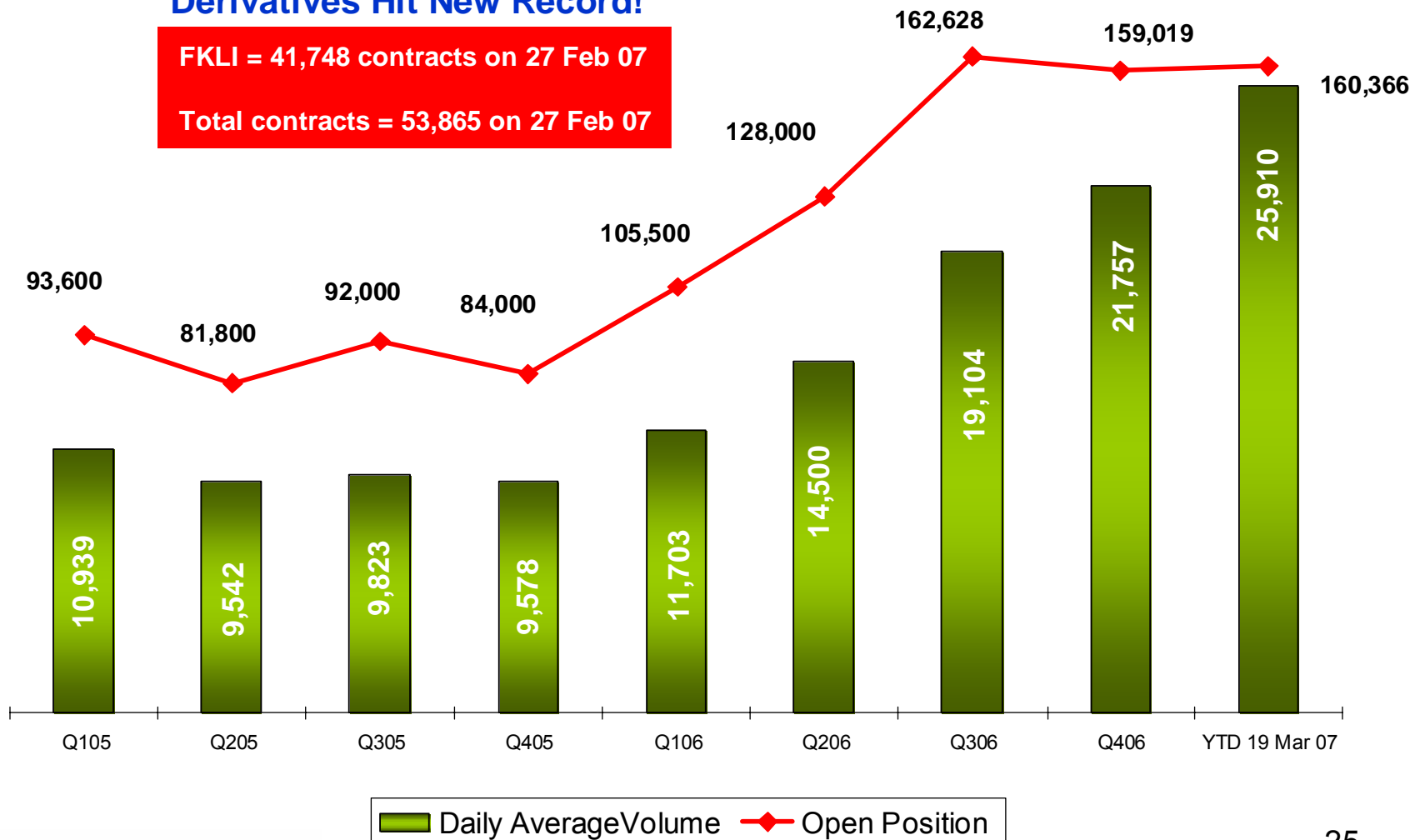


Improved Activity in Derivatives

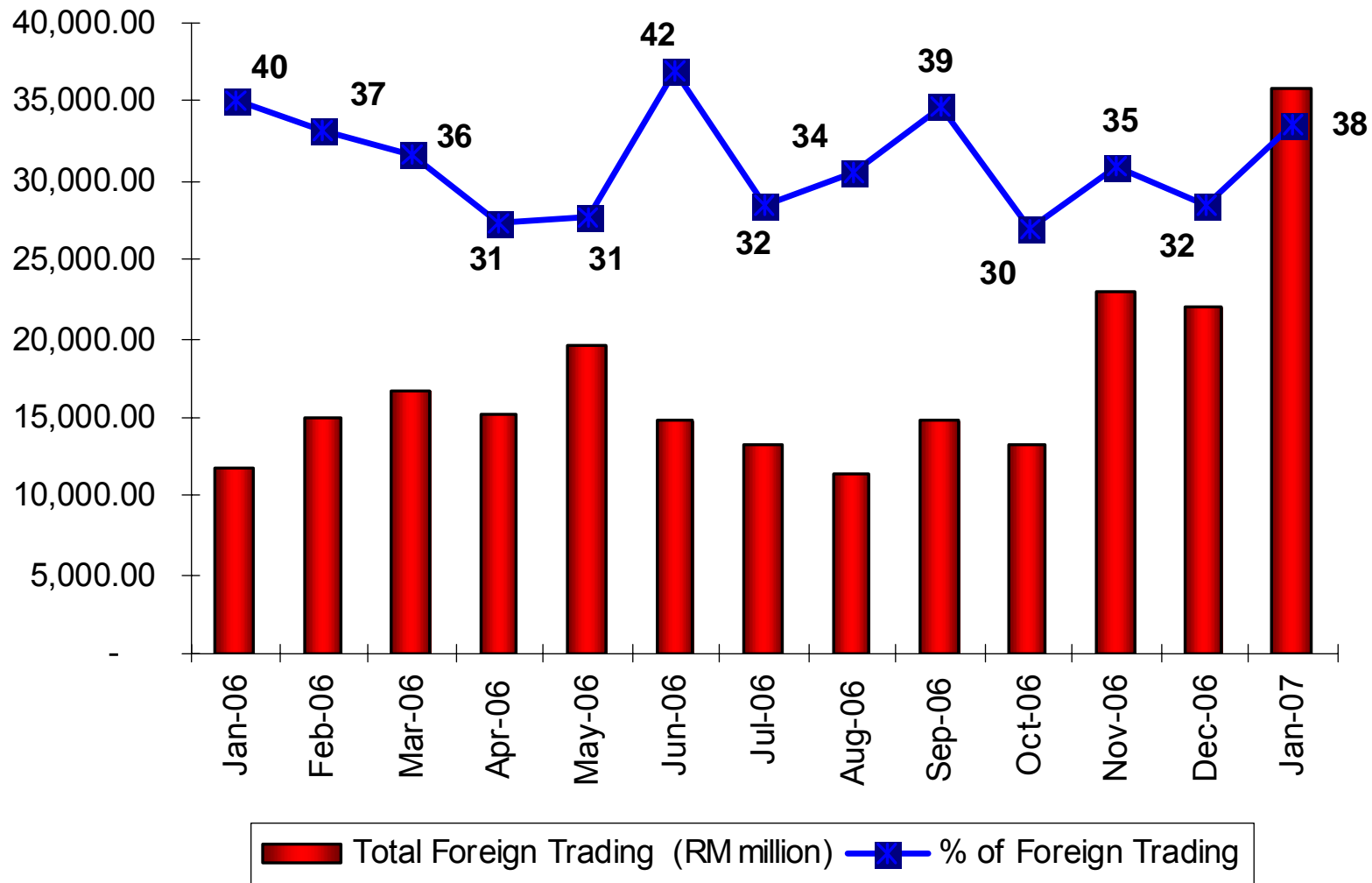
Derivatives Hit New Record!

FKLI = 41,748 contracts on 27 Feb 07

Total contracts = 53,865 on 27 Feb 07



Leading To Sustained Foreign Trading Participation



Bursa Is Committed Towards Making Our Market Place More Attractive

Increase Depth of Products and Services

- CMDF Bursa Research Scheme
- Restricted Short Selling & Stock Borrowing Lending
- Real Estate Investment Trusts
- Exchange Traded Funds
- FTSE- Bursa indices
- Single Stock Futures
- Structured Warrants
- ASEAN Index Products
- Foreign Listings/Dual Listings
- Internationalise CPO prices

Improving Infrastructure, Distribution Channels and Lowering Taxes

- Admission of 5 foreign brokers (UBS, CLSA, CSFB, Macquarie, JP Morgan)
- Admission of 3 foreign fund managers (Aberdeen, Nomura, BNP Paribas)
- Accelerate Tax restructuring; REITS 15% local and 20% foreign; Corporate tax 2006 – 28%; 2007 – 27%; 2008 – 26%

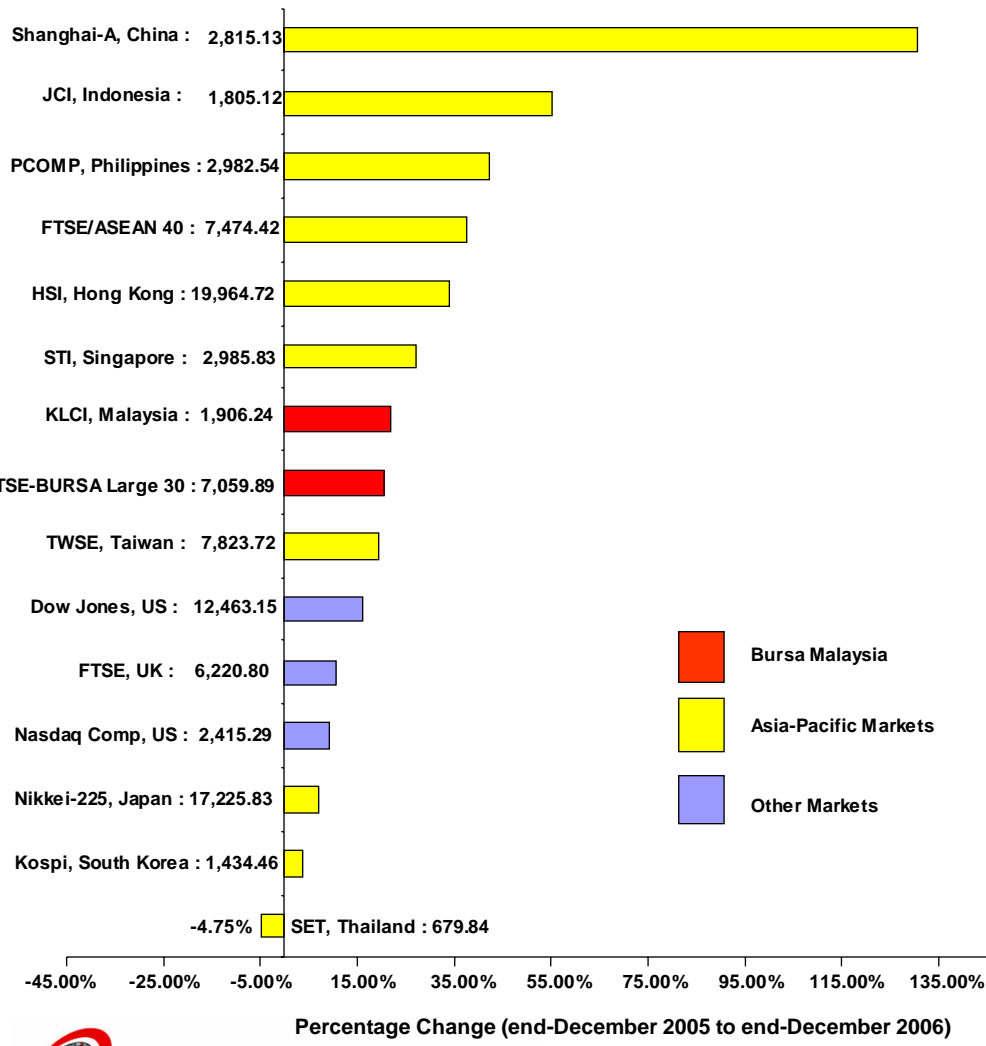
BURSA MALAYSIA TODAY IS...

**A "Must Have" in
Investment Portfolios...**

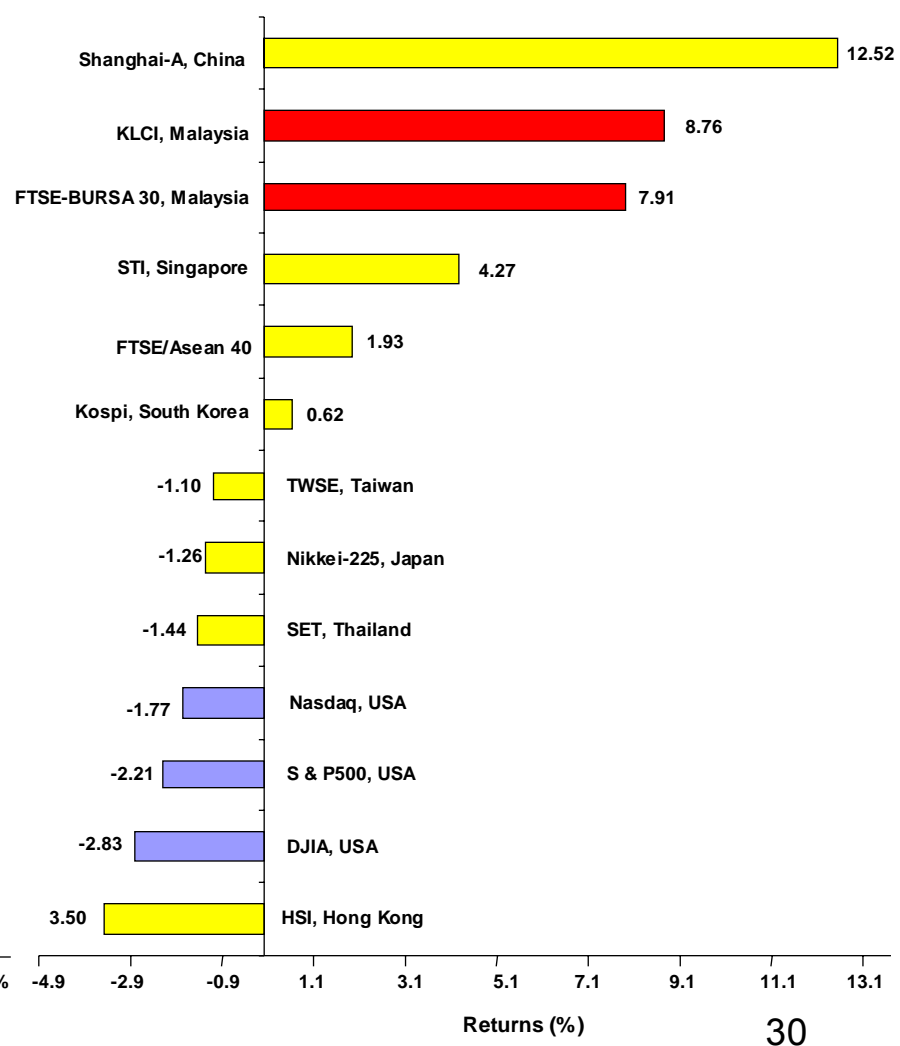
Appendix : Market Statistics

Returns of Selected Markets

Returns for Year 2006

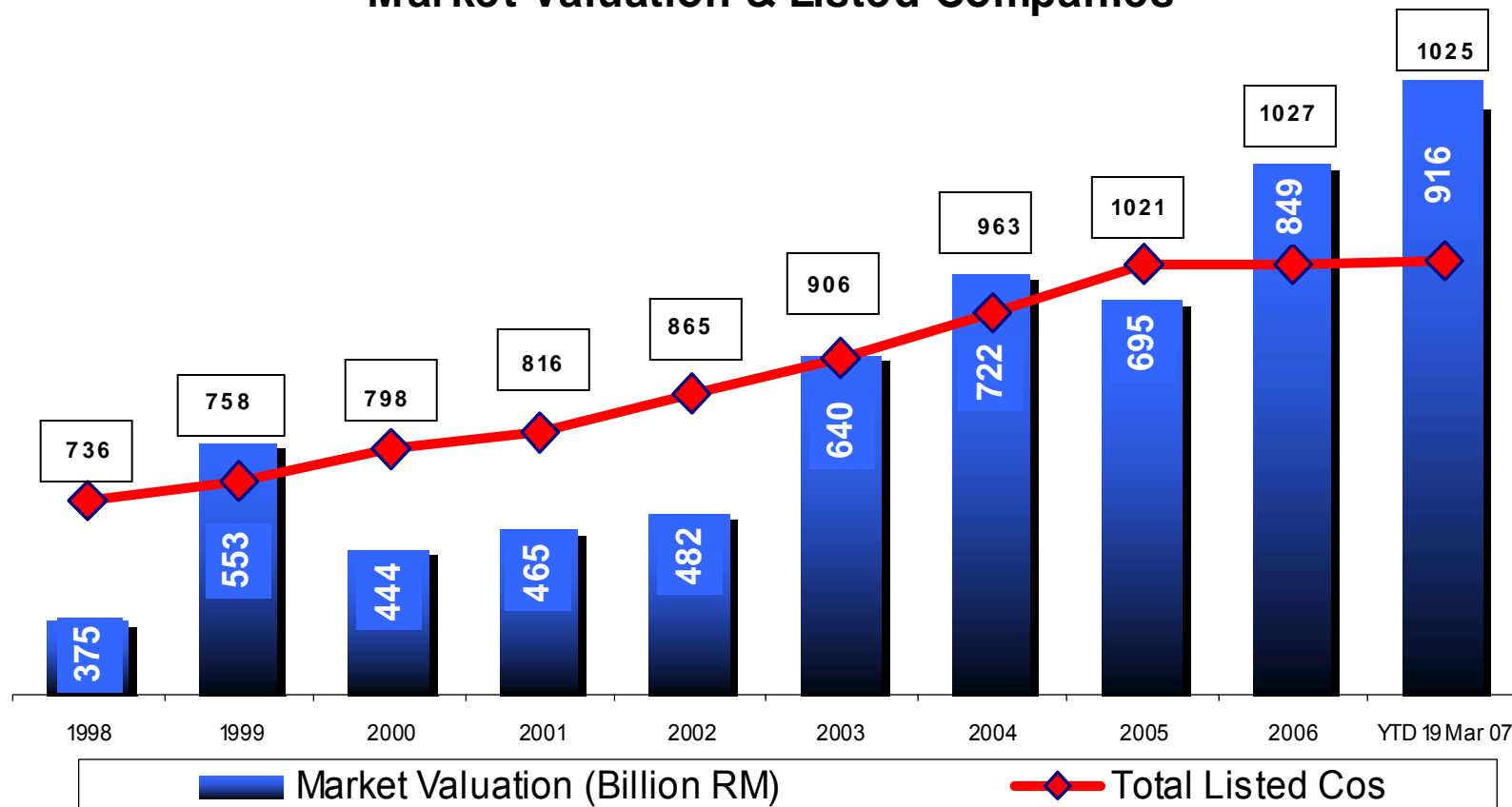


Year-To-Date Returns on 19/03/2006



Increased Listings & Market Valuation

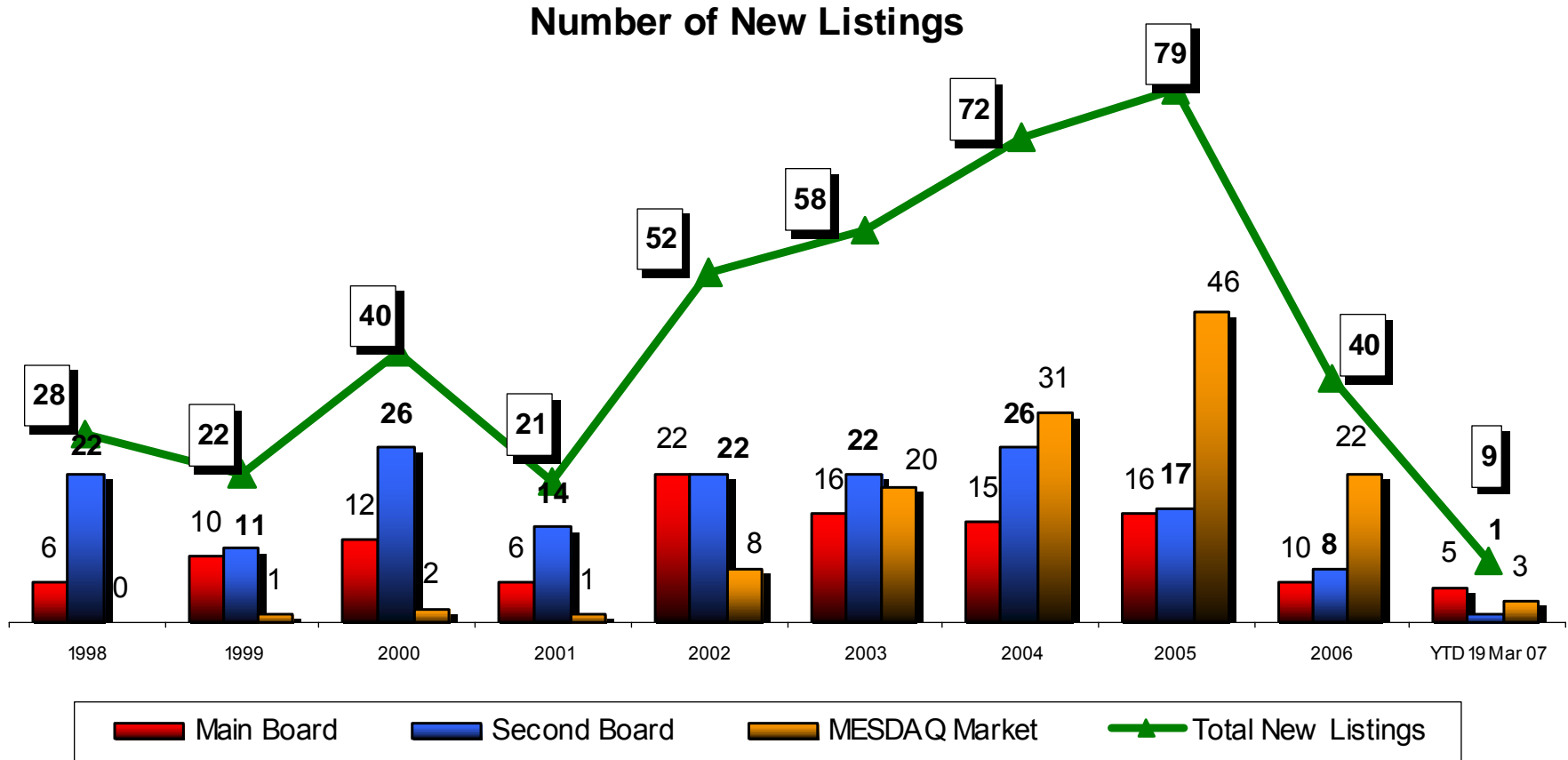
Market Valuation & Listed Companies



Funds mobilised (primary and secondary markets) 2006 = RM4.1b, 2005 = RM8.5b

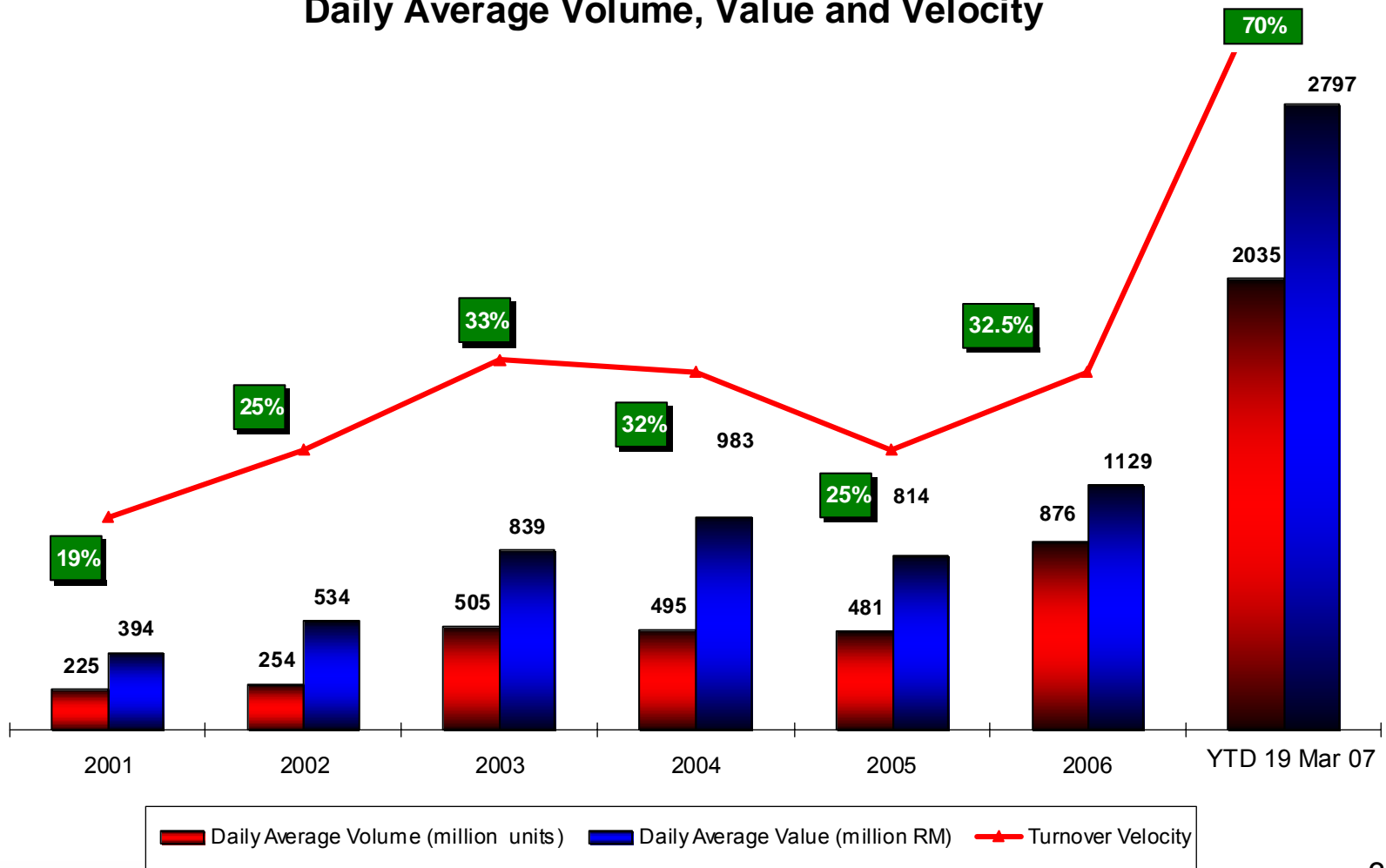
New Listings

Rate of new listings decreased due to tightening of entry criteria



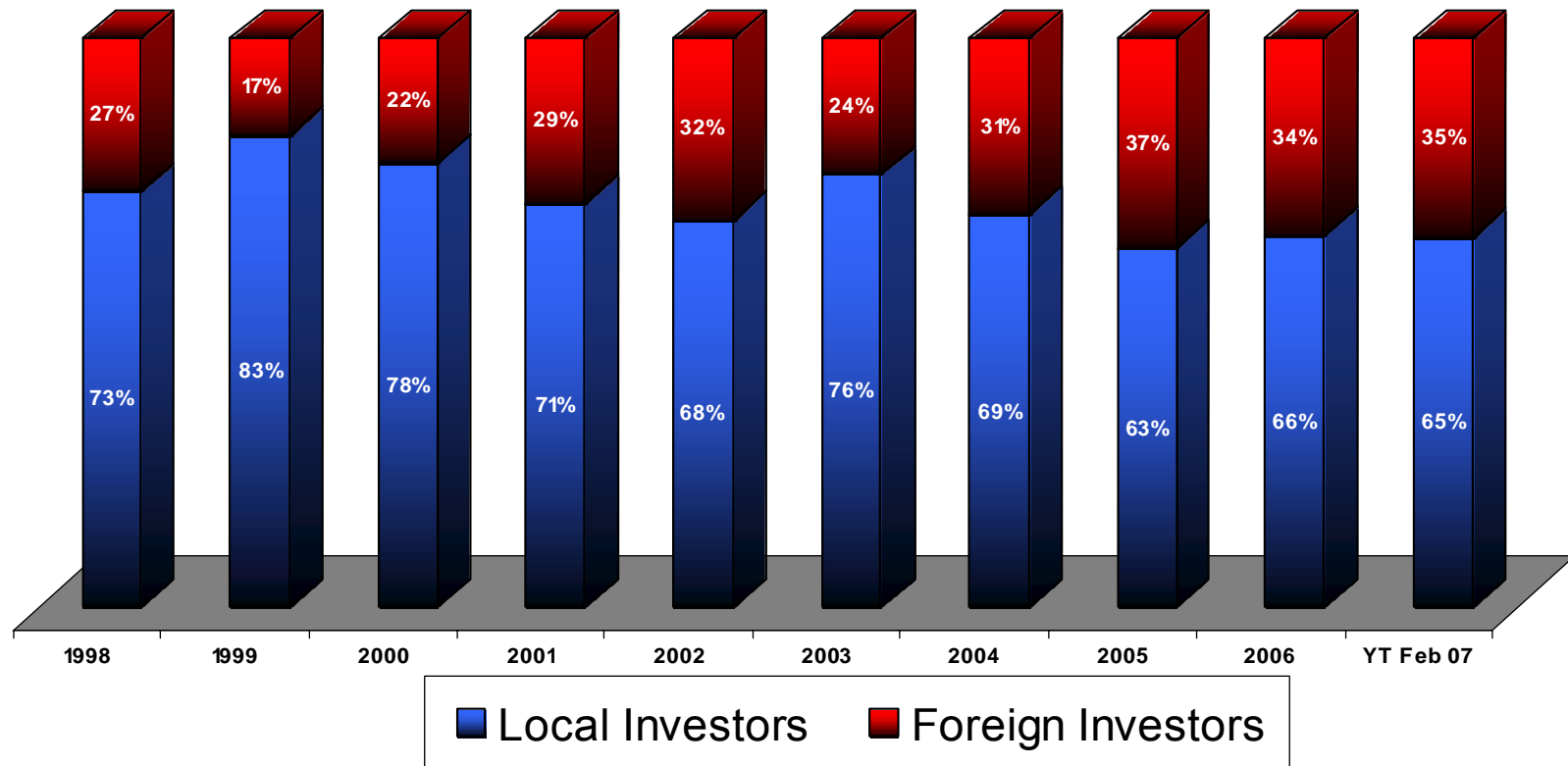
Market Velocity On The Increase

Daily Average Volume, Value and Velocity



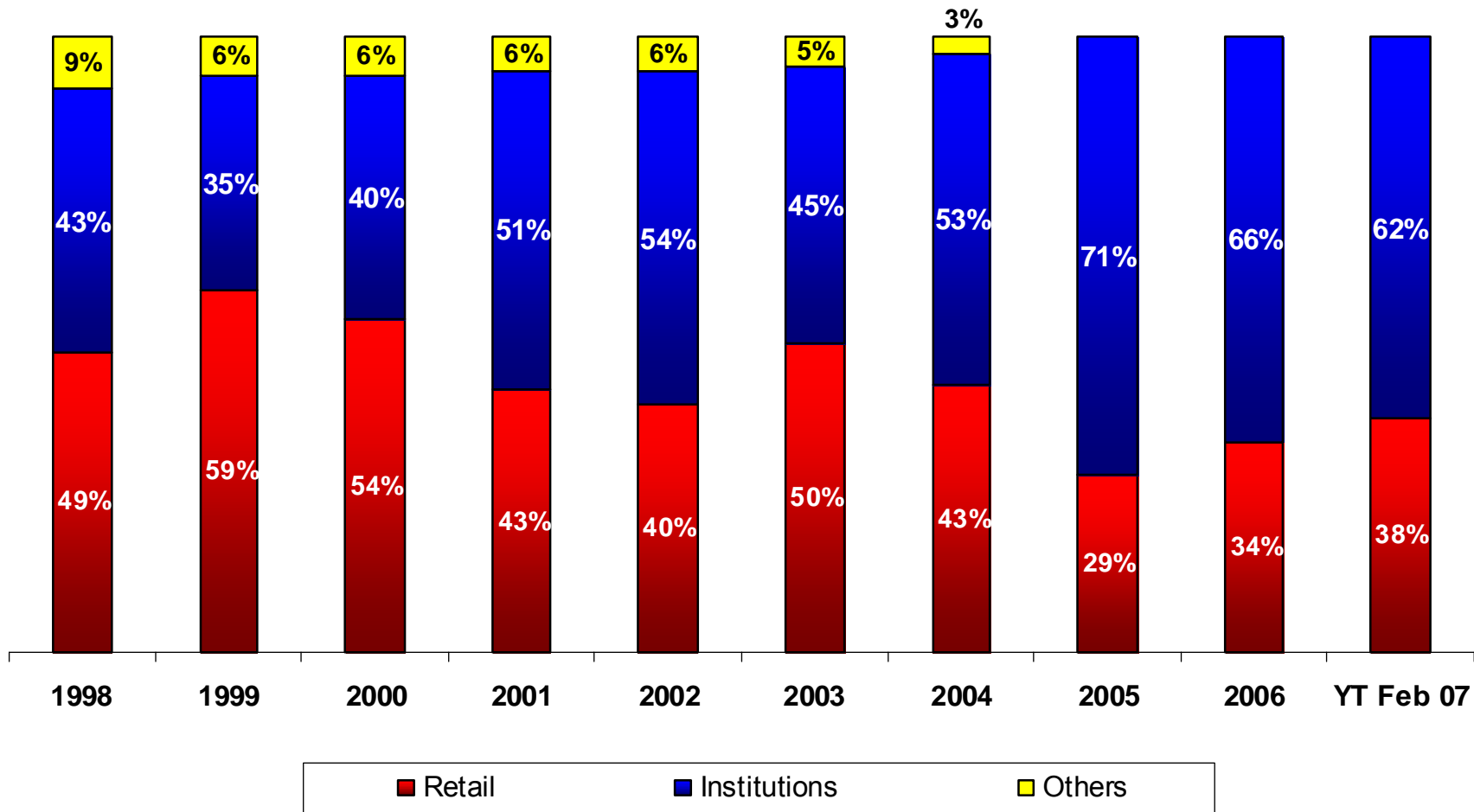
Foreign Trading Participation Has Improved

Local & Foreign Trading Participation 1998 to January 2007



Retail Investors Continue To Participate

Breakdown of trading (by value) 1998 to January 2007



“Others”- refers to trades conducted for accounts not belonging to individuals/ institutions. Definitions of investors’ type clarified in 2004, hence reducing the type of investor falling under “others” category.

Bursa Malaysia Berhad

Thank You

