



BURSA MALAYSIA BERHAD
Registration No. 197601004668 (30632-P)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2021**

28 July 2021

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2021**

	Note	Quarter Ended			Year-To-Date Ended		
		30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
		(Reviewed)	(Reviewed)		(Reviewed)	(Reviewed)	
Operating revenue	8	192,158	175,195	9.7	420,163	320,728	31.0
Other income	9	3,940	4,582	(14.0)	8,210	9,803	(16.3)
		196,098	179,777	9.1	428,373	330,531	29.6
Staff costs		(42,869)	(35,892)	19.4	(81,986)	(70,043)	17.1
Depreciation and amortisation		(5,321)	(5,291)	0.6	(10,498)	(10,853)	(3.3)
Other operating expenses	10	(28,493)	(22,408)	27.2	(53,568)	(46,195)	16.0
Profit from operations		119,415	116,186	2.8	282,321	203,440	38.8
Finance costs		(134)	(134)	-	(267)	(267)	-
Profit before tax		119,281	116,052	2.8	282,054	203,173	38.8
Income tax expense	26	(30,312)	(29,825)	1.6	(71,693)	(52,215)	37.3
Profit for the period		88,969	86,227	3.2	210,361	150,958	39.4

	Note	Quarter Ended		Year-To-Date Ended	
		30.6.2021 Sen per share	30.6.2020 Sen per share	30.6.2021 Sen per share	30.6.2020 Sen per share
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Earnings per share ("EPS") attributable to owners of the Company:					
Basic EPS	32(a)	11.0	10.7	26.0	18.7
Diluted EPS	32(b)	11.0	10.7	26.0	18.7

The above condensed consolidated statement of profit or loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2020 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2021**

	Quarter Ended			Year-To-Date Ended		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
	(Reviewed)	(Reviewed)		(Reviewed)	(Reviewed)	
Profit for the period	88,969	86,227	3.2	210,361	150,958	39.4
Other comprehensive income:						
Items that may be subsequently reclassified to profit or loss:						
(Loss)/Gain on foreign currency translation	-	(39)	(100.0)	105	161	(34.8)
Net fair value changes in unquoted bonds at fair value through other comprehensive income ("FVTOCI")	196	411	(52.3)	(720)	402	(279.1)
Income tax effects relating to unquoted bonds at FVTOCI	15	(110)	(113.6)	135	(108)	(225.0)
	211	262	(19.5)	(480)	455	(205.5)
Item that will not be subsequently reclassified to profit or loss:						
Net fair value changes in quoted shares at FVTOCI	7,732	(10,021)	(177.2)	29,666	(24,164)	(222.8)
	7,732	(10,021)	(177.2)	29,666	(24,164)	(222.8)
Total other comprehensive income, net of income tax	7,943	(9,759)	(181.4)	29,186	(23,709)	(223.1)
Total comprehensive income	96,912	76,468	26.7	239,547	127,249	88.3

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 2020 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2021**

Note	As at 30.6.2021 RM'000 (Reviewed)	As at 31.12.2020 RM'000 (Audited)
Assets		
	163,225	164,104
	31,438	33,331
	8,018	8,074
	42,957	42,957
	45,635	196,076
	1,106	1,329
	18,111	14,957
Non-current assets	310,490	460,828
Trade receivables	27 64,919	87,431
Other receivables	13,127	17,203
Tax recoverable	13,179	8,582
Investment securities	99,254	-
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	13 2,162,920	2,069,956
Cash and bank balances of Clearing Funds	14 156,330	149,903
Cash and bank balances of the Group	15 480,241	438,971
Current assets	2,989,970	2,772,046
Total assets	3,300,460	3,232,874
Equity and liabilities		
	435,621	433,820
	94,238	130,868
	335,476	336,107
Total equity	865,335	900,795
Retirement benefit obligations	13,439	15,387
Deferred income	4,232	4,102
Lease liabilities	7,705	7,456
Deferred tax liabilities	638	845
Non-current liabilities	26,014	27,790
Trade payables	13 2,161,041	2,068,705
Participants' contributions to Clearing Funds	14 61,330	54,903
Other payables	162,724	162,435
Lease liabilities	523	505
Tax payable and zakat	23,493	17,741
Current liabilities	2,409,111	2,304,289
Total liabilities	2,435,125	2,332,079
Total equity and liabilities	3,300,460	3,232,874
	RM	RM
Net assets per share attributable to owners of the Company	33 1.07	1.11

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 2020 and the accompanying explanatory notes attached to these interim financial statements.

BURSA MALAYSIA BERHAD

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2021**

	Attributable to owners of the Company						Total equity RM'000
	Non-distributable				Distributable		
	Share capital RM'000	Foreign currency translation reserve RM'000	Share grant reserve RM'000	Clearing fund reserves RM'000	FVTOCI reserve RM'000	Retained earnings RM'000	
(Reviewed)							
At 1 January 2021	433,820	504	1,739	30,000	98,625	336,107	900,795
Profit for the period	-	-	-	-	-	210,361	210,361
Other comprehensive income, net of income tax	-	105	-	-	29,081	-	29,186
Total comprehensive income	-	105	-	-	29,081	210,361	239,547
Transactions with owners:							
Issuance of ordinary shares pursuant to share grant plan ("SGP")	1,801	-	(1,801)	-	-	-	-
SGP expense	-	-	62	-	-	-	62
Dividends paid (Note 7)	-	-	-	-	-	(275,069)	(275,069)
Total transactions with owners	1,801	-	(1,739)	-	-	(275,069)	(275,007)
Transfer of gain on disposal of quoted shares at FVTOCI	-	-	-	-	(64,077)	64,077	-
At 30 June 2021	435,621	609	-	30,000	63,629	335,476	865,335
At 1 January 2020	430,395	566	4,133	30,000	115,345	180,326	760,765
Profit for the period	-	-	-	-	-	150,958	150,958
Other comprehensive income, net of income tax	-	161	-	-	(23,870)	-	(23,709)
Total comprehensive income	-	161	-	-	(23,870)	150,958	127,249
Transactions with owners:							
SGP expense	-	-	787	-	-	-	787
Dividends paid (Note 7)	-	-	-	-	-	(84,084)	(84,084)
Total transactions with owners	-	-	787	-	-	(84,084)	(83,297)
At 30 June 2020	430,395	727	4,920	30,000	91,475	247,200	804,717

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 2020 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2021**

	Note	Year-To-Date Ended	
		30.6.2021 RM'000 (Reviewed)	30.6.2020 RM'000 (Reviewed)
Cash flows from operating activities			
Profit before tax		282,054	203,173
Adjustments for:			
Amortisation of premium		1	1
Depreciation and amortisation		10,498	10,853
Dividend income from investment securities	9	(797)	(944)
Grant income	9	(308)	(613)
Interest expense on lease liabilities		267	267
Interest/profit income	9	(6,419)	(7,474)
Equipments written off		3	-
Net gain on disposals of computer hardware	9	(122)	-
Net impairment losses/(reversal of impairment losses) on:			
- investment securities	10	52	(54)
- trade and other receivables	10	631	2,080
Retirement benefit obligations		228	326
SGP expense		62	787
Unrealised loss on foreign exchange differences		77	55
Operating profit before working capital changes		286,227	208,457
Decrease/(Increase) in receivables		22,278	(38,765)
Increase in other payables		1,043	32,503
Cash generated from operations		309,548	202,195
Repayment of staff loans, net of disbursements		229	260
Contributions to defined benefit retirement scheme		(2,150)	(2,166)
Net tax and zakat paid		(73,764)	(31,470)
Net cash from operating activities		233,863	168,819
Cash flows from investing activities			
Dividends received		2,291	2,234
Increase in deposits not for short-term funding requirements		(20,412)	(87,781)
Interest/profit income received		8,576	8,112
Proceeds from disposals of:			
- investment securities		85,080	10,000
- computer hardware		122	-
Purchases of:			
- investment securities		(5,000)	-
- property, plant and equipment and computer software		(8,703)	(4,793)
Net cash from/(used in) investing activities		61,954	(72,228)
Cash flows from financing activities			
Additional cash resource to Clearing Fund	14(a)	-	(5,000)
Dividends paid	7	(275,069)	(84,084)
Net cash used in financing activities		(275,069)	(89,084)
Net increase in cash and cash equivalents		20,748	7,507
Effects of exchange rate changes		110	202
Cash and cash equivalents at beginning of year		286,534	185,491
Cash and cash equivalents at end of period	15	307,392	193,200

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 2020 and the accompanying explanatory notes attached to these interim financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

These condensed consolidated financial statements ("Condensed Report") have been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, the International Accounting Standard ("IAS") 34 *Interim Financial Reporting* and the requirements of the Companies Act 2016 in Malaysia, where applicable. This Condensed Report, other than for financial instruments and retirement benefit obligations, has been prepared under the historical cost convention. Certain financial instruments are carried at fair value in accordance with MFRS 9 *Financial Instruments* and the retirement benefit obligations, including actuarial gains and losses are recognised in accordance with MFRS 119 *Employee Benefits*.

This Condensed Report has also been prepared in accordance with 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 2020. The explanatory notes attached to this Condensed Report provide explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2020.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Adoption of Amendments to Standards

The accounting standards adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2020, except for the following which were adopted at the beginning of the current financial period:

Amendment to MFRS 16 Leases - *Covid-19 - Related Rent Concessions*

Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement, MFRS 7 Financial Instruments: Disclosures, MFRS 4 Insurance Contracts and MFRS 16 Leases - *Interest Rate Benchmark Reform - Phase 2*

2.2 Standards issued but not yet effective

As at the date of authorisation of this Condensed Report, the following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective.

Effective for financial periods beginning on or after 1 April 2021

Amendment to MFRS 16 Leases - *Covid-19 - Related Rent Concessions beyond 30 June 2021*

Effective for financial periods beginning on or after 1 January 2022

Amendments to MFRS 3 Business Combinations - *Reference to the Conceptual Framework*

Amendments to MFRS 116 Property, Plant and Equipment - *Proceeds before Intended Use*

Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets - *Onerous Contracts - Cost of Fulfilling a Contract*

Annual Improvements to MFRS Standards 2018 - 2020:

- Amendment to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards
- Amendment to MFRS 9 Financial Instruments
- Amendment to MFRS 141 Agriculture

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Standards issued but not yet effective (cont'd)

Effective for financial periods beginning on or after 1 January 2023

MFRS 17 Insurance Contracts (MFRS 17) and Amendments to MFRS 17
 Amendments to MFRS 101 Presentation of Financial Statements - *Classification of Liabilities as Current or Non-current* and *Disclosure of Accounting Policies*
 Amendments to MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - *Definition of Accounting Estimates*
 Amendments to MFRS 112 Income Taxes - Deferred Tax related to Assets and Liabilities arising from a Single Transaction

Effective date of these Amendments to Standards has been deferred, and yet to be announced

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The above pronouncements are either not relevant or do not have any impact on the financial statements of the Group.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

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

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 current quarter and year-to-date ended 30 June 2021.

5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had any material effect during the current quarter and year-to-date ended 30 June 2021.

6. DEBT AND EQUITY SECURITIES

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year-to-date ended 30 June 2021 other than the issuance of 272,300 new ordinary shares of the Company on 12 April 2021, pursuant to the SGP. The details of the new issuance of ordinary shares are as follows:

SGP grants	Number of new ordinary shares	Issue price (RM per share)
(i) 2017 Restricted Share Plan ("RSP") grant	9,900	6.22
(ii) 2018 RSP grant (second tranche)	7,800	6.89
(iii) 2018 RSP grant (third tranche)	254,600	6.62
Total	272,300	6.61*

* Representing the weighted average issue price per share.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

7. DIVIDENDS PAID

The following dividends were paid during the current and previous corresponding financial periods ended:

	30.6.2021	30.6.2020
Final and special dividends		
Final dividend per share (single-tier)	26.0 sen	10.4 sen
Special dividend per share (single-tier)	8.0 sen	-
For the financial year ended	31 December 2020	31 December 2019
Approved and declared on	2 February 2021	30 January 2020
Date paid	3 March 2021	28 February 2020
Number of ordinary shares on which dividend was paid ('000)	809,027	808,503
Net dividend paid (RM'000)	275,069	84,084

8. OPERATING REVENUE

	Quarter Ended			Year-To-Date Ended		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Trade fees	11,259	11,086	1.6	26,494	18,223	45.4
Clearing fees	96,207	92,762	3.7	223,745	156,540	42.9
Others	7,798	6,277	24.2	15,908	13,414	18.6
Total Securities trading revenue	115,264	110,125	4.7	266,147	188,177	41.4
Trade fees	13,688	12,723	7.6	27,670	28,906	(4.3)
Clearing fees	6,177	5,403	14.3	12,492	12,424	0.5
Others	2,516	3,131	(19.6)	4,774	6,671	(28.4)
Total Derivatives trading revenue	22,381	21,257	5.3	44,936	48,001	(6.4)
Bursa Suq Al-Sila ("BSAS") trade fees	3,258	3,359	(3.0)	6,666	6,298	5.8
Listing and issuer services	18,708	11,675	60.2	34,468	24,005	43.6
Depository services	14,444	10,808	33.6	29,955	21,269	40.8
Market data	12,296	12,873	(4.5)	26,375	22,624	16.6
Member services and connectivity	5,807	5,098	13.9	11,559	10,354	11.6
Conference fees and exhibition-related income	-	-	-	57	-	100.0
Total other operating revenue	54,513	43,813	24.4	109,080	84,550	29.0
Total operating revenue	192,158	175,195	9.7	420,163	320,728	31.0

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. OPERATING REVENUE (CONT'D)

Disaggregation of revenue

The following tables illustrate the Group's revenue as disaggregated by major products or services and provide a reconciliation of the disaggregated revenue with the Group's four major market segments as disclosed in Note 11. The tables also include the timing of revenue recognition.

OPERATING REVENUE FOR THE QUARTER ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Major products or services:															
Securities trading revenue	115,264	110,125	4.7	-	-	-	-	-	-	-	-	-	115,264	110,125	4.7
Derivatives trading revenue	-	-	-	22,381	21,257	5.3	-	-	-	-	-	-	22,381	21,257	5.3
BSAS trade fees	-	-	-	-	-	-	-	-	-	3,258	3,359	(3.0)	3,258	3,359	(3.0)
Listing and issuer services	18,678	11,645	60.4	-	-	-	-	-	-	30	30	-	18,708	11,675	60.2
Depository services	14,444	10,808	33.6	-	-	-	-	-	-	-	-	-	14,444	10,808	33.6
Market data	9,690	9,461	2.4	2,539	3,152	(19.4)	-	-	-	67	260	(74.2)	12,296	12,873	(4.5)
Member services and connectivity	3,814	3,173	20.2	36	35	2.9	1,937	1,861	4.1	20	29	(31.0)	5,807	5,098	13.9
	161,890	145,212	11.5	24,956	24,444	2.1	1,937	1,861	4.1	3,375	3,678	(8.2)	192,158	175,195	9.7
Timing of revenue recognition:															
At a point in time	144,366	130,232	10.9	23,383	22,268	5.0	-	-	-	3,276	3,385	(3.2)	171,025	155,885	9.7
Over time	17,524	14,980	17.0	1,573	2,176	(27.7)	1,937	1,861	4.1	99	293	(66.2)	21,133	19,310	9.4
	161,890	145,212	11.5	24,956	24,444	2.1	1,937	1,861	4.1	3,375	3,678	(8.2)	192,158	175,195	9.7

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. OPERATING REVENUE (CONT'D)

Disaggregation of revenue (cont'd)

OPERATING REVENUE FOR THE YEAR-TO-DATE ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Major products or services:															
Securities trading revenue	266,147	188,177	41.4	-	-	-	-	-	-	-	-	-	266,147	188,177	41.4
Derivatives trading revenue	-	-	-	44,936	48,001	(6.4)	-	-	-	-	-	-	44,936	48,001	(6.4)
BSAS trade fees	-	-	-	-	-	-	-	-	-	6,666	6,298	5.8	6,666	6,298	5.8
Listing and issuer services	34,412	23,946	43.7	-	-	-	-	-	-	56	59	(5.1)	34,468	24,005	43.6
Depository services	29,955	21,269	40.8	-	-	-	-	-	-	-	-	-	29,955	21,269	40.8
Market data	20,863	17,039	22.4	5,364	5,268	1.8	-	-	-	148	317	(53.3)	26,375	22,624	16.6
Member services and connectivity	7,570	6,460	17.2	72	72	-	3,873	3,765	2.9	44	57	(22.8)	11,559	10,354	11.6
Conference fees and exhibition-related income	-	-	-	57	-	100.0	-	-	-	-	-	-	57	-	100.0
	358,947	256,891	39.7	50,429	53,341	(5.5)	3,873	3,765	2.9	6,914	6,731	2.7	420,163	320,728	31.0
Timing of revenue recognition:															
At a point in time	325,033	228,226	42.4	47,001	49,949	(5.9)	-	-	-	6,706	6,358	5.5	378,740	284,533	33.1
Over time	33,914	28,665	18.3	3,428	3,392	1.1	3,873	3,765	2.9	208	373	(44.2)	41,423	36,195	14.4
	358,947	256,891	39.7	50,429	53,341	(5.5)	3,873	3,765	2.9	6,914	6,731	2.7	420,163	320,728	31.0

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

9. OTHER INCOME

	Quarter Ended			Year-To-Date Ended		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Interest/profit income from:						
- deposits and investment securities	3,001	3,571	(16.0)	6,395	7,439	(14.0)
- others	11	17	(35.3)	24	35	(31.4)
Dividend income	325	488	(33.4)	797	944	(15.6)
Grant income	282	183	54.1	308	613	(49.8)
Net gain on disposals of computer hardware	-	-	-	122	-	100.0
Rental income	227	255	(11.0)	454	623	(27.1)
Miscellaneous income	94	68	38.2	110	149	(26.2)
Total other income	3,940	4,582	(14.0)	8,210	9,803	(16.3)

10. OTHER OPERATING EXPENSES

	Quarter Ended			Year-To-Date Ended		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Administrative expenses	1,880	2,028	(7.3)	3,835	3,663	4.7
Building management expenses	2,664	2,470	7.9	5,322	5,110	4.1
Central Depository System ("CDS") consumables	1,216	643	89.1	2,137	1,164	83.6
Marketing and development expenses	1,357	154	781.2	1,892	2,269	(16.6)
Professional fees	666	1,447	(54.0)	1,382	4,386	(68.5)
Technology expenses:						
- information technology maintenance	6,056	7,192	(15.8)	11,767	12,225	(3.7)
- service fees	4,653	5,221	(10.9)	10,696	12,095	(11.6)
Net (gain)/loss on foreign exchange differences	(432)	174	(348.3)	(550)	(175)	214.3
Net impairment losses/ (reversal of impairment losses) on:						
- investment securities	25	(53)	(147.2)	52	(54)	(196.3)
- trade and other receivables	546	1,509	(63.8)	631	2,080	(69.7)
Miscellaneous expenses	9,862	1,623	507.6	16,404	3,432	378.0
Total other operating expenses	28,493	22,408	27.2	53,568	46,195	16.0

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

11. SEGMENT INFORMATION

RESULTS FOR THE QUARTER ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Operating revenue (Note 8)	161,890	145,212	11.5	24,956	24,444	2.1	1,937	1,861	4.1	3,375	3,678	(8.2)	192,158	175,195	9.7
Other income	2,473	2,805	(11.8)	279	451	(38.1)	1,170	1,287	(9.1)	18	39	(53.8)	3,940	4,582	(14.0)
Direct costs	(27,537)	(24,839)	10.9	(12,986)	(10,968)	18.4	(10,821)	(6,408)	68.9	(1,867)	(1,698)	10.0	(53,211)	(43,913)	21.2
Segment profit/(loss)	136,826	123,178	11.1	12,249	13,927	(12.0)	(7,714)	(3,260)	136.6	1,526	2,019	(24.4)	142,887	135,864	5.2
Overheads													(23,606)	(19,812)	19.2
Profit before tax													119,281	116,052	2.8

RESULTS FOR THE YEAR-TO-DATE ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Operating revenue (Note 8)	358,947	256,891	39.7	50,429	53,341	(5.5)	3,873	3,765	2.9	6,914	6,731	2.7	420,163	320,728	31.0
Other income	5,087	5,704	(10.8)	624	1,038	(39.9)	2,458	2,969	(17.2)	41	92	(55.4)	8,210	9,803	(16.3)
Direct costs	(52,581)	(48,690)	8.0	(27,204)	(24,265)	12.1	(19,210)	(13,391)	43.5	(3,723)	(3,416)	9.0	(102,718)	(89,762)	14.4
Segment profit/(loss)	311,453	213,905	45.6	23,849	30,114	(20.8)	(12,879)	(6,657)	93.5	3,232	3,407	(5.1)	325,655	240,769	35.3
Overheads													(43,601)	(37,596)	16.0
Profit before tax													282,054	203,173	38.8

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

11. SEGMENT INFORMATION (CONT'D)

	Securities Market RM'000	Derivatives Market RM'000	Exchange Holding Company RM'000	Others RM'000	Total RM'000
ASSETS AND LIABILITIES AS AT 30 JUNE 2021					
Assets	517,969	97,691	314,038	20,222	949,920
Clearing Funds	104,592	51,738	-	-	156,330
Cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	213,020	1,949,900	-	-	2,162,920
Segment assets	835,581	2,099,329	314,038	20,222	3,269,170
Unallocated corporate assets	-	-	-	-	31,290
Total assets	835,581	2,099,329	314,038	20,222	3,300,460
Liabilities	90,557	20,933	59,468	15,786	186,744
Participants' contributions to Clearing Funds	19,592	41,738	-	-	61,330
Equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	213,020	1,949,900	-	-	2,162,920
Segment liabilities	323,169	2,012,571	59,468	15,786	2,410,994
Unallocated corporate liabilities	-	-	-	-	24,131
Total liabilities	323,169	2,012,571	59,468	15,786	2,435,125

ASSETS AND LIABILITIES AS AT 31 DECEMBER 2020					
Assets	550,887	106,365	311,295	20,929	989,476
Clearing Funds	104,145	45,758	-	-	149,903
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	207,511	1,862,445	-	-	2,069,956
Segment assets	862,543	2,014,568	311,295	20,929	3,209,335
Unallocated corporate assets	-	-	-	-	23,539
Total assets	862,543	2,014,568	311,295	20,929	3,232,874
Liabilities	73,791	20,430	78,506	15,907	188,634
Participants' contributions to Clearing Funds	19,145	35,758	-	-	54,903
Equity margins, derivatives trading margins, security deposits and eDividend distributions	207,511	1,862,445	-	-	2,069,956
Segment liabilities	300,447	1,918,633	78,506	15,907	2,313,493
Unallocated corporate liabilities	-	-	-	-	18,586
Total liabilities	300,447	1,918,633	78,506	15,907	2,332,079

12. RELATED PARTY DISCLOSURES

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current quarter and year-to-date ended 30 June 2021.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

13. CASH FOR EQUITY MARGINS, DERIVATIVES TRADING MARGINS, SECURITY DEPOSITS AND eDIVIDEND AND eRIGHTS DISTRIBUTIONS

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Equity margins	211,141	206,260
Derivatives trading margins	1,922,256	1,835,211
Security deposits from Clearing Participants ("CPs") of Bursa Malaysia Derivatives Clearing Berhad ("BMDC")	27,644	27,234
Total equity margins, derivatives trading margins and security deposits, representing trade payables	2,161,041	2,068,705
Cash received for eDividend and eRights distributions (included in other payables)	1,879	1,251
Total cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	2,162,920	2,069,956

The non-cash collaterals for equity margins, derivatives trading margins and security deposits from CPs of BMDC held by, but not belonging to the Group and which are not included in the condensed consolidated statement of financial position, comprise the following:

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Collaterals in the form of letters of credit for:		
- equity margins	7,000	7,000
- derivatives trading margins	715,041	609,785
- security deposits from CPs of BMDC	15,000	16,000
	737,041	632,785
Collaterals in the form of shares for derivatives trading margins	566	531
	737,607	633,316

14. CASH AND BANK BALANCES OF CLEARING FUNDS

	Participants' contributions RM'000	Cash set aside by the Group RM'000	Total RM'000
As at 30 June 2021			
Contributions from Trading Clearing Participants ("TCPs") of Bursa Malaysia Securities Clearing Sdn Bhd ("BMSC")	19,592	-	19,592
Contribution from BMSC	-	25,000	25,000
Additional cash resource from BMSC	-	60,000	60,000
Clearing Guarantee Fund ("CGF") balance	19,592	85,000	104,592
Contributions from CPs of BMDC	41,738	-	41,738
Contribution from BMDC	-	5,000	5,000
Additional cash resource from BMDC	-	5,000	5,000
Derivatives Clearing Fund ("DCF") balance	41,738	10,000	51,738
Total cash and bank balances of Clearing Funds	61,330	95,000	156,330

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

14. CASH AND BANK BALANCES OF CLEARING FUNDS (CONT'D)

	Participants' contributions RM'000	Cash set aside by the Group RM'000	Total RM'000
As at 31 December 2020			
Contributions from TCPs of BMSC	19,145	-	19,145
Contribution from BMSC	-	25,000	25,000
Additional cash resource from BMSC	-	60,000	60,000
CGF balance	19,145	85,000	104,145
Contributions from CPs of BMDC	35,758	-	35,758
Contribution from BMDC	-	5,000	5,000
Additional cash resource from BMDC (Note a)	-	5,000	5,000
DCF balance	35,758	10,000	45,758
Total cash and bank balances of Clearing Funds	54,903	95,000	149,903

(a) In the previous financial year ended 31 December 2020, BMDC had increased the DCF balance by providing an additional cash resource of RM5,000,000.

15. CASH AND BANK BALANCES OF THE GROUP

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Cash and bank balances	3,705	3,356
Deposits for short-term funding requirements	303,687	283,178
Cash and cash equivalents	307,392	286,534
Deposits not for short-term funding requirements	172,849	152,437
Total cash and bank balances	480,241	438,971

16. 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 are as follows:

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Approved and contracted for:		
Computers and office automation	15,123	2,107
Office equipment and renovations	3,030	78
	18,153	2,185
Approved but not contracted for:		
Computers and office automation	7,657	2,955
Office equipment and renovations	1,827	10
	9,484	2,965

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

17. CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets and contingent liabilities as at 30 June 2021.

18. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the quarter and year-to-date ended 30 June 2021 except for the Company's subscription for 10,000,000 ordinary shares of Bursa Malaysia Regulation Sdn. Bhd. at an issue price of RM1.00 each for a total cash consideration of RM10,000,000 on 8 January 2021.

19. OPERATING LEASE ARRANGEMENTS

The Group has entered into operating lease arrangements as the lessor for the lease of office space in its building. The future aggregate minimum lease payments receivable under the operating leases contracted for but not recognised in the financial statements as receivables are as follows:

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Not later than 1 year	97	438
Later than 1 year and not later than 5 years	25	62
Total future minimum lease receivables	122	500

20. FINANCIAL INSTRUMENTS

20.1 Classification

The following table analyses the financial assets and financial liabilities of the Group in the condensed consolidated statement of financial position by the classes and categories of financial instruments to which they are assigned by their measurement basis.

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Assets		
Financial assets at FVTOCI		
Investment securities:		
- quoted shares (outside Malaysia)	84,036	139,451
- unquoted bonds	60,853	56,625
	144,889	196,076

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

20. FINANCIAL INSTRUMENTS (CONT'D)

20.1 Classification (cont'd)

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Financial assets at amortised cost		
Staff loans receivable	1,374	1,629
Trade receivables	64,919	87,431
Other receivables which are financial assets*	4,366	7,963
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	2,162,920	2,069,956
Cash and bank balances of Clearing Funds	156,330	149,903
Cash and bank balances of the Group	480,241	438,971
	2,870,150	2,755,853
Total financial assets	3,015,039	2,951,929
Liabilities		
Financial liabilities at amortised cost		
Trade payables	2,161,041	2,068,705
Participants' contributions to Clearing Funds	61,330	54,903
Other payables which are financial liabilities**	40,249	48,426
Lease liabilities	8,228	7,961
Total financial liabilities	2,270,848	2,179,995

* Other receivables which are financial assets include deposits, interest/profit income receivables and sundry receivables, net of allowance for impairment losses.

** Other payables which are financial liabilities include the amount due to the Securities Commission Malaysia and sundry payables.

20.2 Fair value

(a) Financial instruments that are carried at fair value

Financial assets at FVTOCI are measured at different measurement hierarchies (i.e. Levels 1, 2 and 3). The hierarchies reflect the level of objectiveness of inputs used when measuring the fair value.

(i) Level 1: Quoted prices (unadjusted) of identical assets in active markets

Shares quoted outside Malaysia are measured at Level 1. The fair value of quoted shares is determined directly by reference to the published market bid prices as at 30 June 2021 and 31 December 2020.

(ii) Level 2: Inputs other than at quoted prices included within Level 1 that are observable for the assets, either directly (prices) or indirectly (derived from prices)

Unquoted bonds are measured at Level 2. The fair value of unquoted bonds is determined by reference to the published market bid prices based on information provided by Bond Pricing Agency Malaysia Sdn Bhd.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

20. FINANCIAL INSTRUMENTS (CONT'D)

20.2 Fair value (cont'd)

(a) Financial instruments that are carried at fair value (cont'd)

(iii) Level 3: Inputs for the assets that are not based on observable market data (unobservable inputs)

The Group does not have any financial instruments measured at Level 3 as at 30 June 2021 and 31 December 2020.

	Level 1 RM'000	Level 2 RM'000	Total RM'000
As at 30 June 2021			
Financial assets at FVTOCI:			
- quoted shares (outside Malaysia)	84,036	-	84,036
- unquoted bonds	-	60,853	60,853
	84,036	60,853	144,889
As at 31 December 2020			
Financial assets at FVTOCI:			
- quoted shares (outside Malaysia)	139,451	-	139,451
- unquoted bonds	-	56,625	56,625
	139,451	56,625	196,076

There were no transfers between Level 1 and Level 2 during the current quarter and year-to-date ended 30 June 2021.

(b) Financial instruments that are not carried at fair value

The carrying amounts of financial assets and financial liabilities at amortised cost are reasonable approximation of their fair values due to their short-term nature.

21. EVENT AFTER THE REPORTING PERIOD

There was no material event subsequent to the current quarter and year-to-date ended 30 June 2021.

22. SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

There was no significant event during the current quarter and year-to-date ended 30 June 2021.

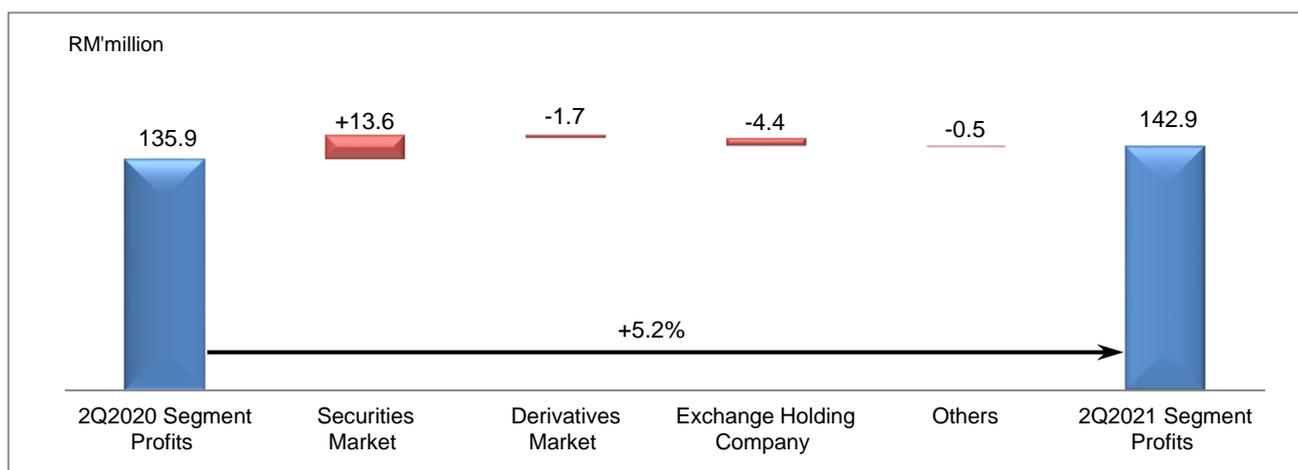
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW

2Q2021 vs. 2Q2020

Profit before tax ("PBT") for the quarter ended 30 June 2021 ("2Q2021") was RM119.3 million, an increase of 2.8 per cent compared to RM116.1 million in the quarter ended 30 June 2020 ("2Q2020"). PBT is made up of segment profits less overheads (as depicted in Note 11). The cost-to-income ratio in 2Q2021 was 39%, an increase of 4 percentage points compared to 35% in 2Q2020 mainly due to higher operating expenses in 2Q2021 compared to 2Q2020.

Total segment profits for 2Q2021 were RM142.9 million, an increase of 5.2 per cent compared to RM135.9 million in 2Q2020. Movements in the segment profits are shown in the chart below:



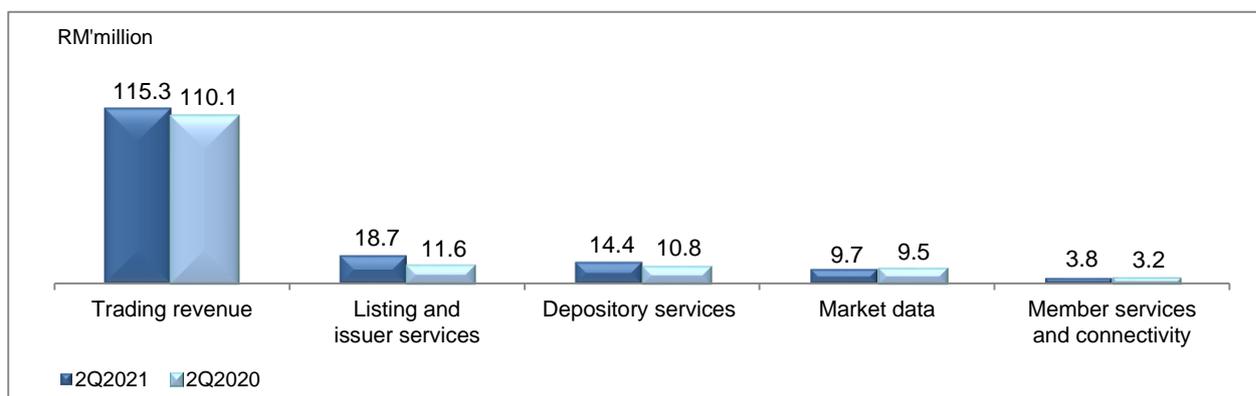
Total comprehensive income for 2Q2021 was RM96.9 million, an increase of 26.7 per cent compared to RM76.5 million in 2Q2020. This was mainly due to higher profit earned in 2Q2021 compared to 2Q2020 from the improved performance on the Securities Market, and the increase in fair value of CME shares held in 2Q2021.

Securities Market

The Securities Market recorded a segment profit of RM136.8 million in 2Q2021, an increase of 11.1 per cent compared to RM123.2 million in 2Q2020 mainly due to higher operating revenue.

(i) Operating Revenue

The Securities Market's operating revenue for 2Q2021 was RM161.9 million, an increase of 11.5 per cent compared to RM145.2 million in 2Q2020. Details by revenue category are shown in the chart below:



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

23. OPERATING SEGMENTS REVIEW (CONT'D)

2Q2021 vs. 2Q2020 (cont'd)

Securities Market (cont'd)

(i) Operating Revenue (cont'd)

- > Trading revenue increased by 4.7 per cent to RM115.3 million in 2Q2021 from RM110.1 million in 2Q2020 mainly due to higher effective clearing fee rate earned and an additional trading day in 2Q2021 compared to 2Q2020. The Average Daily trading Value ("ADV") for On-Market Trades ("OMT") and Direct Business Trades ("DBT") increased marginally by 0.3 per cent to RM3.86 billion in 2Q2021 compared to RM3.85 billion in 2Q2020.
- > Listing and issuer services revenue increased by 60.4 per cent to RM18.7 million in 2Q2021 from RM11.6 million in 2Q2020 mainly due to higher perusal and processing fees and additional listing fees earned from the increase in the number of corporate exercises in 2Q2021. The lower provision amount from the 50% rebate on the annual listing fees for the year 2021 to aid targeted listed issuers during the Movement Control Order ("MCO"), pursuant to the issuance of the quarterly results by the listed issuers, also contributed to an increase in annual listing fees in 2Q2021.
- > Depository services revenue increased by 33.6 per cent to RM14.4 million in 2Q2021 from RM10.8 million in 2Q2020 mainly due to higher Record of Depositors ("ROD") fees, additional issue fees and transfer fees earned in 2Q2021.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		2Q2021	2Q2020	Changes (%)
ADV (OMT)	(RM'billion)	3.75	3.76	(0.3)
ADV (DBT)	(RM'billion)	0.11	0.09	22.2
Total ADV (OMT and DBT)	(RM'billion)	3.86	3.85	0.3
Average daily trading volume (OMT)	(billion shares)	6.47	6.61	(2.1)
Average daily trading volume (DBT)	(billion shares)	0.10	0.12	(16.7)
Total average daily trading volume (OMT and DBT)	(billion shares)	6.57	6.73	(2.4)
FBMKLCI	(points)	1,532.63	1,500.97	2.1
Effective clearing fee rate	(basis points)	2.75	2.68	2.6
Velocity	(per cent)	51	62	(11.0)
Number of Initial Public Offerings ("IPOs")		8	-	100.0
Number of new structured warrants listed		339	240	41.3
Total funds raised:				
- IPOs	(RM'million)	209.64	-	100.0
- Secondary issues	(RM'million)	3,961.69	1,027.53	285.6
Market capitalisation as at end of period	(RM'billion)	1,742.53	1,579.59	10.3
Number of trading days		60	59	1 day

(ii) Operating Expenses

Segment expenses increased by 10.9 per cent to RM27.5 million in 2Q2021 compared to RM24.8 million in 2Q2020 mainly due to higher staff costs, CDS consumables expenses and marketing and development expenses incurred in 2Q2021.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

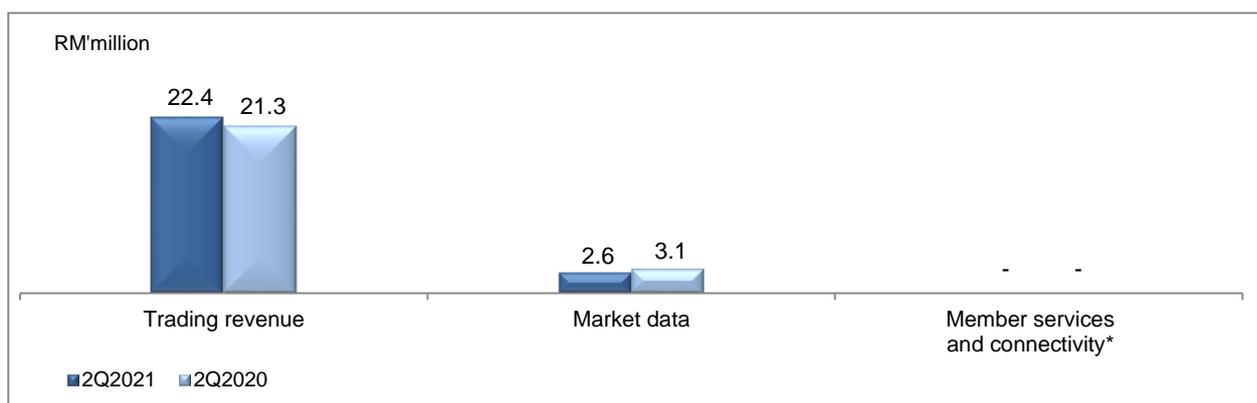
2Q2021 vs. 2Q2020 (cont'd)

Derivatives Market

The Derivatives Market recorded a segment profit of RM12.2 million in 2Q2021, a decrease of 12.0 per cent from RM13.9 million in 2Q2020 mainly due to higher operating expenses.

(i) Operating Revenue

The Derivatives Market's operating revenue for 2Q2021 was RM25.0 million, an increase of 2.1 per cent compared to RM24.4 million in 2Q2020. Details by revenue category are shown in the chart below:



* Member services and connectivity fees income are below RM0.1 million for 2Q2021 and 2Q2020.

- > Trading revenue increased by 5.3 per cent to RM22.4 million in 2Q2021 from RM21.3 million in 2Q2020 mainly due to higher number of Crude Palm Oil Futures ("FCPO") contracts traded and an additional trading day in 2Q2021 compared to 2Q2020.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	2Q2021	2Q2020	Changes (%)
FCPO contracts	4,078,786	3,098,069	31.7
FTSE Bursa Malaysia KLCI Futures ("FKLI") contracts	675,771	885,543	(23.7)
Other contracts	32,466	13,534	139.9
Total contracts	4,787,023	3,997,146	19.8
Average daily number of contracts traded	79,784	67,748	17.8
Average number of open interest positions	256,060	254,980	0.4
Number of trading days	60	59	1 day

(ii) Operating Expenses

Segment expenses increased by 18.4 per cent to RM13.0 million in 2Q2021 compared to RM11.0 million in 2Q2020 mainly due to higher staff costs in 2Q2021.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

2Q2021 vs. 2Q2020 (cont'd)

Exchange Holding Company

The Exchange Holding Company recorded a higher segment loss of RM7.7 million in 2Q2021 compared to RM3.3 million in 2Q2020 due to the provision for Corporate Social Responsibilities ("CSR") expenditure arising from the 1% of profit after tax commitment in 2021.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit decreased by 24.4 per cent to RM1.5 million in 2Q2021 compared to RM2.0 million in 2Q2020.

Overheads

Overheads increased by 19.2 per cent to RM23.6 million in 2Q2021 compared to RM19.8 million in 2Q2020 mainly due to higher staff costs in 2Q2021.

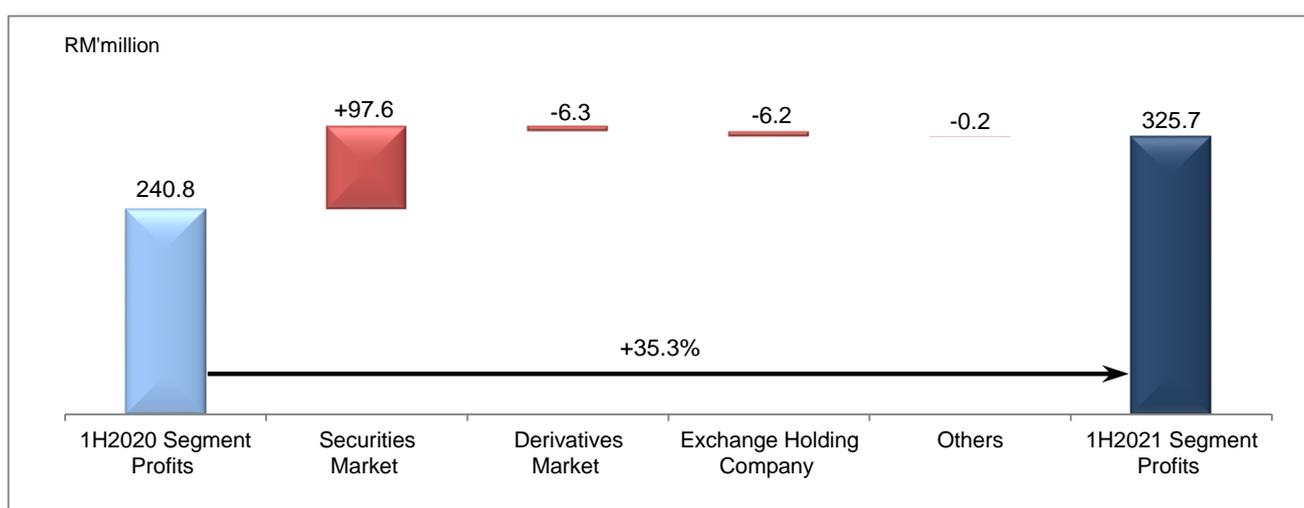
PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

23. OPERATING SEGMENTS REVIEW (CONT'D)

1H2021 vs. 1H2020

PBT for the year-to-date ended 30 June 2021 ("1H2021") was RM282.1 million, an increase of 38.8 per cent compared to RM203.2 million in the year-to-date ended 30 June 2020 ("1H2020"). PBT is made up of segment profits less overheads (as depicted in Note 11). The cost-to-income ratio in 1H2021 was 34%, a decrease of 5 percentage points compared to 39% in 1H2020 mainly due to higher operating revenue earned in 1H2021 compared to 1H2020.

Total segment profits for 1H2021 were RM325.7 million, an increase of 35.3 per cent compared to RM240.8 million in 1H2020. Movements in the segment profits are shown in the chart below:



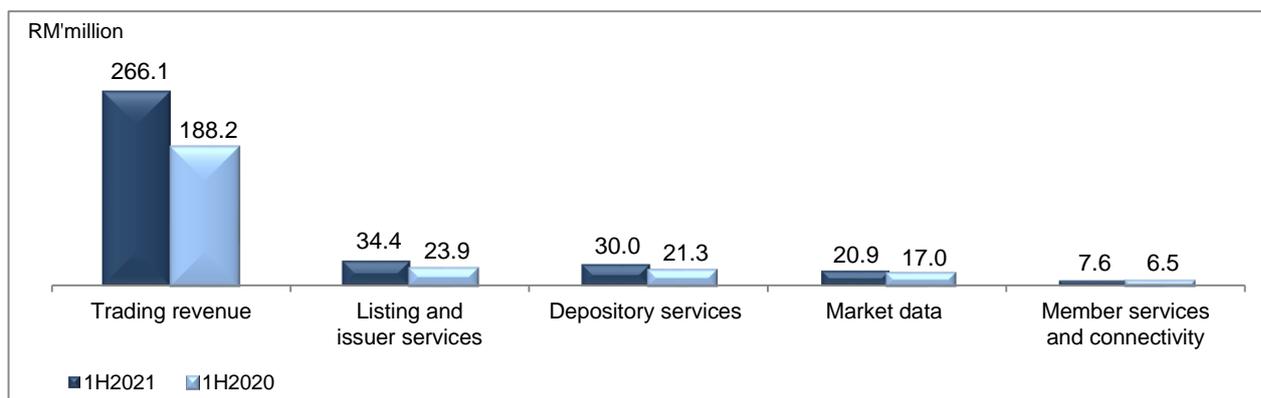
Total comprehensive income for 1H2021 was RM239.5 million, an increase of 88.3 per cent compared to RM127.2 million in 1H2020. This was mainly due to higher profit earned in 1H2021 compared to 1H2020 from the improved performance on the Securities Market, and the increase in fair value of CME shares held in 1H2021.

Securities Market

The Securities Market recorded a segment profit of RM311.5 million in 1H2021, an increase of 45.6 per cent compared to RM213.9 million in 1H2020 mainly due to significant increase in trading revenue.

(i) Operating Revenue

The Securities Market's operating revenue for 1H2021 was RM359.0 million, an increase of 39.7 per cent compared to RM256.9 million in 1H2020. Details by revenue category are shown in the chart below:



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

23. OPERATING SEGMENTS REVIEW (CONT'D)

1H2021 vs. 1H2020 (cont'd)

Securities Market (cont'd)

(i) Operating Revenue (cont'd)

- > Trading revenue increased by 41.4 per cent to RM266.1 million in 1H2021 from RM188.2 million in 1H2020 mainly due to higher ADV for OMT and DBT, which increased by 41.4 per cent to RM4.51 billion in 1H2021 compared to RM3.19 billion in 1H2020. The higher effective clearing fee rate earned in 1H2021 also contributed to the increase in trading revenue but was partially offsetted by the lower number of trading days. Trading velocity in 1H2021 was higher by 11 percentage points to 61% compared to 50% in 1H2020.
- > Listing and issuer services revenue increased by 43.7 per cent to RM34.4 million in 1H2021 from RM23.9 million in 1H2020 mainly due to higher perusal and processing fees and additional listing fees earned from the increase in the number of corporate exercises in 1H2021. The lower provision amount from the 50% rebate on the annual listing fees for the year 2021 to aid targeted listed issuers during the MCO, pursuant to the issuance of the quarterly results by the listed issuers, also contributed to an increase in annual listing fees in 1H2021.
- > Depository services revenue increased by 40.8 per cent to RM30.0 million in 1H2021 from RM21.3 million in 1H2020 mainly due to higher ROD fees, additional issue fees, CDS fees and transfer fees earned in 1H2021.
- > Market data revenue increased by 22.4 per cent to RM20.9 million in 1H2021 from RM17.0 million in 1H2020 contributed by higher number of subscribers in 1H2021.
- > Member services and connectivity revenue increased by 17.2 per cent to RM7.6 million in 1H2021 from RM6.5 million in 1H2020 contributed by higher subscription for Bursa Access in 1H2021.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		1H2021	1H2020	Changes (%)
ADV (OMT)	(RM'billion)	4.42	3.12	41.7
ADV (DBT)	(RM'billion)	0.09	0.07	28.6
Total ADV (OMT and DBT)	(RM'billion)	4.51	3.19	41.4
Average daily trading volume (OMT)	(billion shares)	7.46	4.92	51.6
Average daily trading volume (DBT)	(billion shares)	0.13	0.14	(7.1)
Total average daily trading volume (OMT and DBT)	(billion shares)	7.59	5.06	50.0
FBMKLCI	(points)	1,532.63	1,500.97	2.1
Effective clearing fee rate	(basis points)	2.72	2.62	3.8
Velocity	(per cent)	61	50	11.0
Number of IPOs		14	7	100.0
Number of new structured warrants listed		692	502	37.8
Total funds raised:				
- IPOs	(RM'million)	388.71	195.97	98.4
- Secondary issues	(RM'million)	7,363.90	1,641.85	348.5
Market capitalisation as at end of year	(RM'billion)	1,742.53	1,579.59	10.3
Number of trading days		120	122	-2 days

(ii) Operating Expenses

Segment expenses increased by 8.0 per cent to RM52.6 million in 1H2021 compared to RM48.7 million in 1H2020 mainly due to higher staff costs and CDS consumables expenses incurred in 1H2021.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

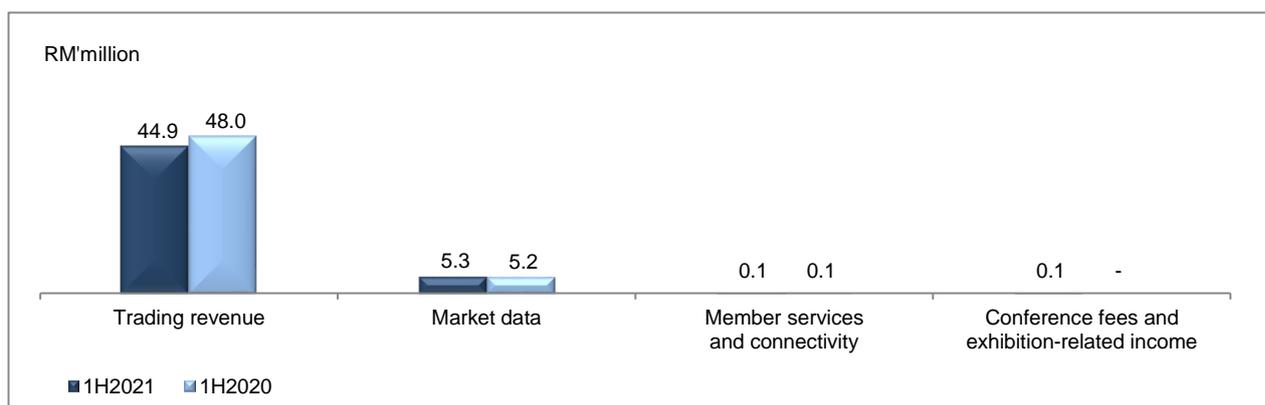
1H2021 vs. 1H2020 (cont'd)

Derivatives Market

The Derivatives Market recorded a segment profit of RM23.8 million in 1H2021, a decrease of 20.8 per cent from RM30.1 million in 1H2020 mainly due to lower operating revenue.

(i) Operating Revenue

The Derivatives Market's operating revenue for 1H2021 was RM50.4 million, a decrease of 5.5 per cent compared to RM53.3 million in 1H2020. Details by revenue category are shown in the chart below:



- > Trading revenue decreased by 6.4 per cent to RM44.9 million in 1H2021 from RM48.0 million in 1H2020 mainly due to lower collateral management fees earned subsequent to the reduction of the collateral management fee rate to 0.5% effective July 2020, and lower fees earned from the decline in FKLI contracts in 1H2021.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	1H2021	1H2020	Changes (%)
FCPO contracts	8,113,465	7,457,291	8.8
FKLI contracts	1,440,981	1,835,086	(21.5)
FM70 contracts	4,909	55,943	(91.2)
Other contracts	47,954	40,253	19.1
Total contracts	9,607,309	9,388,573	2.3
Average daily number of contracts traded	80,061	76,956	4.0
Average number of open interest positions	246,399	280,314	(12.1)
Number of trading days	120	122	-2 days

(ii) Operating Expenses

Segment expenses increased by 12.1 per cent to RM27.2 million in 1H2021 compared to RM24.3 million in 1H2020 mainly due to higher staff costs in 1H2021.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

1H2021 vs. 1H2020 (cont'd)

Exchange Holding Company

The Exchange Holding Company recorded a higher segment loss of RM12.9 million in 1H2021 compared to RM6.7 million in 1H2020 mainly due to higher staff costs and provision for CSR expenditure arising from the 1% of profit after tax commitment in 2021.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit decreased by 5.1 per cent to RM3.2 million in 1H2021 compared to RM3.4 million in 1H2020.

Overheads

Overheads increased by 16.0 per cent to RM43.6 million in 1H2021 compared to RM37.6 million in 1H2020 mainly due to higher staff costs in 1H2021.

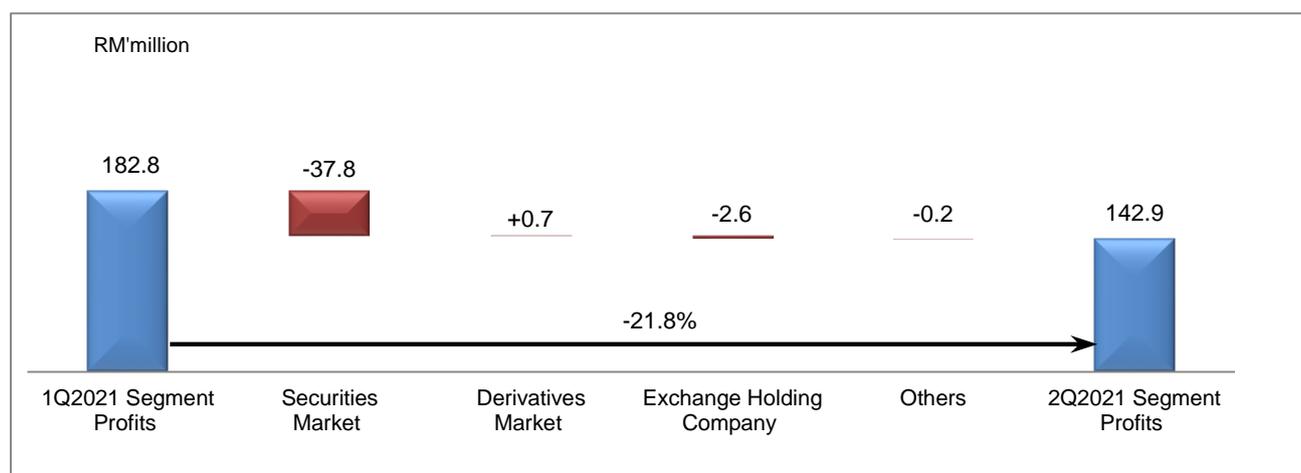
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

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

Financial Results	Quarter Ended		Changes %
	30.6.2021 RM'000	31.3.2021 RM'000	
Operating revenue	192,158	228,005	(15.7)
Other income	3,940	4,270	(7.7)
	196,098	232,275	(15.6)
Staff costs	(42,869)	(39,117)	9.6
Depreciation and amortisation	(5,321)	(5,177)	2.8
Other operating expenses	(28,493)	(25,075)	13.6
Profit from operations	119,415	162,906	(26.7)
Finance costs	(134)	(133)	0.8
Profit before tax	119,281	162,773	(26.7)

PBT for 2Q2021 was RM119.3 million, a decrease of 26.7 per cent from RM162.8 million in the quarter ended 31 March 2021 ("1Q2021"). PBT is made up of segment profits less overheads. The cost-to-income ratio in 2Q2021 was 39%, an increase of 9 percentage points compared to 30% in 1Q2021 mainly due to higher operating expenses in 2Q2021.

Total segment profits for 2Q2021 were RM142.9 million, a decrease of 21.8 per cent from RM182.8 million in 1Q2021. The quarter-on-quarter movements in the segment profits are depicted in the chart below:



Securities Market

The Securities Market recorded a segment profit of RM136.8 million in 2Q2021, a decrease of 21.6 per cent from RM174.6 million in 1Q2021 mainly due to lower operating revenue.

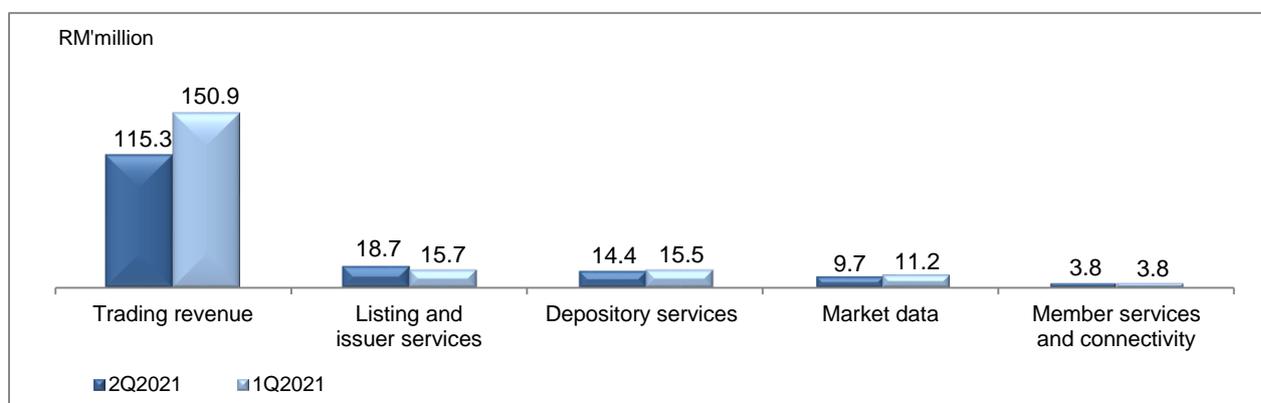
(i) Operating Revenue

The Securities Market's operating revenue for 2Q2021 was RM161.9 million, a decrease of 17.8 per cent compared to RM197.1 million in 1Q2021. Details by revenue category are shown in the chart below:

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

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

Securities Market (cont'd)



- > Trading revenue decreased by 23.6 per cent to RM115.3 million in 2Q2021 from RM150.9 million in 1Q2021 mainly due to lower ADV for OMT and DBT of RM3.86 billion in 2Q2021 compared to RM5.17 billion in 1Q2021. Trading velocity in 2Q2021 was lower by 19 percentage points to 51% compared to 70% in 1Q2021.
- > Listing and issuer services revenue increased by 18.7 per cent to RM18.7 million in 2Q2021 compared to RM15.7 million in 1Q2021 mainly due to the lower provision amount from the 50% rebate on the annual listing fees for the year 2021 to aid targeted listed issuers during the MCO, pursuant to the issuance of the quarterly results by the listed issuers in 2Q2021.
- > Depository services revenue decreased by 6.9 per cent to RM14.4 million in 2Q2021 from RM15.5 million in 1Q2021 mainly due to lower transfer fees earned in 2Q2021.
- > Market data revenue decreased by 13.3 per cent to RM9.7 million in 2Q2021 from RM11.2 million in 1Q2021 contributed by lower number of subscribers in 2Q2021.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		2Q2021	1Q2021	Changes (%)
ADV (OMT)	(RM'billion)	3.75	5.08	(26.2)
ADV (DBT)	(RM'billion)	0.11	0.09	22.2
Total ADV (OMT and DBT)	(RM'billion)	3.86	5.17	(25.3)
Average daily trading volume (OMT)	(billion shares)	6.47	8.45	(23.4)
Average daily trading volume (DBT)	(billion shares)	0.10	0.15	(33.3)
Total average daily trading volume (OMT and DBT)	(billion shares)	6.57	8.60	(23.6)
FBMKLCI	(points)	1,532.63	1,573.51	(2.6)
Effective clearing fee rate	(basis points)	2.75	2.69	2.2
Velocity	(per cent)	51	70	(19.0)
Number of IPOs		8	6	33.3
Number of new structured warrants listed		339	353	(4.0)
Total funds raised:				
- IPOs	(RM'million)	209.64	179.07	17.1
- Secondary issues	(RM'million)	3,961.69	3,402.21	16.4
Market capitalisation as at end of period	(RM'billion)	1,742.53	1,809.53	(3.7)
Number of trading days		60	60	-

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

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

Securities Market (cont'd)

(ii) Operating Expenses

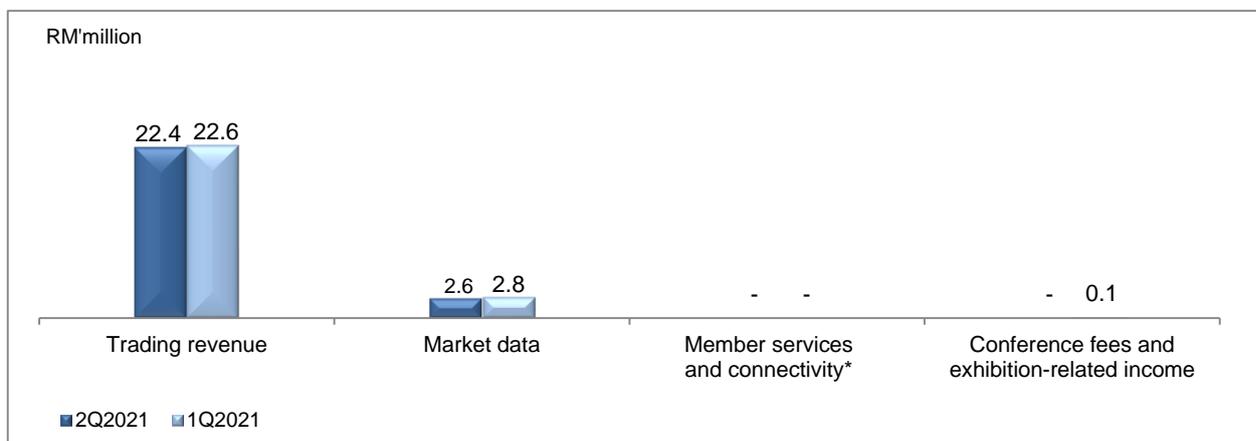
Segment expenses increased by 10.0 per cent to RM27.5 million in 2Q2021 compared to RM25.0 million in 1Q2021 mainly due to higher staff costs and marketing and development expenses in 2Q2021.

Derivatives Market

The Derivatives Market recorded a segment profit of RM12.2 million in 2Q2021, an increase of 5.6 per cent from RM11.5 million in 1Q2021 mainly due to lower operating expenses.

(i) Operating Revenue

The Derivatives Market's operating revenue for 2Q2021 was RM25.0 million, a decrease of 2.0 per cent from RM25.5 million in 1Q2021 mainly due to lower trading revenue and market data revenue. Details by revenue category are shown in the chart below:



* Member services and connectivity fees income was below RM0.1 million for both 2Q2021 and 1Q2021.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	2Q2021	1Q2021	Changes (%)
FCPO contracts	4,078,786	4,034,679	1.1
FKLI contracts	675,771	765,210	(11.7)
Other contracts	32,466	20,397	59.2
Total contracts	4,787,023	4,820,286	(0.7)
Average daily number of contracts traded	79,784	80,338	(0.7)
Average number of open interest positions	256,060	236,738	8.2
Number of trading days	60	60	-

(ii) Operating Expenses

Segment expenses decreased by 8.7 per cent to RM13.0 million in 2Q2021 compared to RM14.2 million in 1Q2021 mainly due to lower Globex service fees in 2Q2021.

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

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

Exchange Holding Company

The Exchange Holding Company recorded a higher segment loss of RM7.7 million in 2Q2021 compared to RM5.1 million in 1Q2021 mainly due to higher provision for CSR expenditures.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit decreased by 10.6 per cent to RM1.5 million in 2Q2021 compared to RM1.7 million in 1Q2021.

Overheads

Overheads increased by 18.1 per cent to RM23.6 million in 2Q2021 compared to RM20.0 million in 1Q2021 mainly due to higher staff costs in 2Q2021.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****25. COMMENTARY ON PROSPECTS AND TARGETS**

The World Bank in its June 2021 Global Economic Prospects Report revised its global economy growth projection for 2021 to 5.6% from an earlier projection of 4.0% in January 2021, underpinned by a sharp rebound in a few major economies. The World Bank has also revised Malaysia's Gross Domestic Product ("GDP") growth to 4.5% from an earlier projection of 6.0% in March 2021, reflecting the slower pathway towards suppression of the COVID-19 pandemic and the slower-than-expected domestic COVID-19 vaccine rollout. In May 2021, Bank Negara Malaysia reported that the Malaysian economy registered a smaller GDP decline of 0.5% in the first quarter, supported mainly by the improvement in domestic demand and robust exports performance, particularly for electrical and electronics products, and continued policy measures. However, the growth outlook remains subject to significant downside risks, due mainly to factors that could lead to delay in the easing of containment measures or imposition of tighter containment measures, and a weaker-than-expected global growth recovery.

The Securities Market witnessed continued active trading participation from retail investors, which contributed significantly to the performance of the market. The volatility in the Securities Market, influenced by local and global events and the ongoing developments surrounding the COVID-19 pandemic, as well as the sustained low interest rate environment, is expected to continue to attract investments and trading on the equities market. The Exchange will continue with its ongoing initiatives to sustain the retail participation and attract the institutional investors back into the market. As a continuation to the enhancement of the services that are being provided under the Bursa Anywhere mobile application, the Exchange recently launched eRights subscription service to provide convenience to retail investors, offering significant cost and time savings.

In the Derivatives Market, trading activities of the FCPO was influenced by developments surrounding lockdown measures in Malaysia and Indonesia which raised concern on the production level of palm oil. The reduction in import duties on crude and refined palm oil by the Indian government, is expected to promote palm oil imports and provide support to the FCPO prices. This is evidenced from the global benchmark FCPO price which reached a new peak of RM4,506 in May 2021. The Exchange has also seen a growth in FCPO contracts tendered for physical delivery due to the implementation of the Malaysian Sustainable Palm Oil Certification for all FCPO contract physical delivery starting from 1st April 2021. For FKL I contracts, the lack of volatility in the FBMKLCI partly contributed to lower trading activities during the period. The recently announced after-hours (T+1) trading session (Night Trading) which will be launched by the fourth quarter of 2021, will enhance the attractiveness of the Malaysian derivatives market to global players.

As for the Islamic Markets, the launch of the FTSE4Good Bursa Malaysia Shariah index, a new Environmental, Social and Governance Shariah-compliant themed index will assist fund managers to develop new investment products with a portfolio of Shariah-compliant equities guided by sustainable investing principles. Trading activity on BSAS is also expected to sustain its momentum supported by local participants as well as attracting more foreign participants to trade on its platform.

Taking into consideration the re-imposition of nation-wide containment measures to curb the resurgence in COVID-19 cases, the Exchange had announced several additional relief measures to alleviate challenges for the listed companies during this period. The overall impact to the Exchange arising from the pandemic for the remaining quarters will largely depend on the local and global developments and its economic recovery.

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

26. INCOME TAX EXPENSE

	Quarter Ended			Year-To-Date Ended		
	30.6.2021 RM'000	30.6.2020 RM'000	Changes %	30.6.2021 RM'000	30.6.2020 RM'000	Changes %
Income tax	31,788	32,186	(1.2)	74,919	56,000	33.8
Deferred tax	(1,476)	(2,361)	(37.5)	(3,226)	(3,785)	(14.8)
Total income tax expense	30,312	29,825	1.6	71,693	52,215	37.3

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the current and previous corresponding periods.

The effective tax rates of the Group for the current and previous corresponding periods were higher than the statutory tax rates of the respective periods principally due to certain expenses being not deductible for tax purposes.

27. TRADE RECEIVABLES

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Trade receivables	67,436	89,317
Less: Allowance for impairment losses	(2,517)	(1,886)
	64,919	87,431

The ageing analysis of the Group's trade receivables is as follows:

	As at 30.6.2021 RM'000	As at 31.12.2020 RM'000
Not past due and not credit impaired	57,657	79,559
Past due and not credit impaired:		
< 30 days	3,144	3,394
31 - 60 days	1,994	2,652
61 - 90 days	411	1,217
91 - 180 days	2,127	552
> 181 days	428	664
Credit impaired	1,675	1,279
Trade receivables (gross)	67,436	89,317
Less: Allowance for impairment losses	(2,517)	(1,886)
	64,919	87,431

Trade receivables that are past due and not impaired are creditworthy debtors. The Group has no significant concentration of credit risk that may arise from exposures to a single clearing participant or counterparty.

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

28. CORPORATE PROPOSAL

There was no corporate proposal announced that is not completed as at the reporting date.

29. BORROWINGS AND DEBT SECURITIES

As at the reporting date, there was no short-term borrowing and the Group has not issued any debt securities.

30. CHANGES IN MATERIAL LITIGATION

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

31. DIVIDEND PAYABLE

Details of the interim dividend approved and declared by the Board of Directors ("Board") are as follows:

	30.6.2021	30.6.2020
Interim dividend		
Interim dividend per share (single-tier)	24.0 sen	17.0 sen
For financial year ending/ended	31 December 2021	31 December 2020
Approved and declared on	28 July 2021	28 July 2020
Entitlement to dividends based on		
record of depositors as at	18 August 2021	14 August 2020
Date payable	27 August 2021	26 August 2020

32. EARNINGS PER SHARE ("EPS")

(a) Basic EPS

	Quarter Ended		Year-To-Date Ended	
	30.6.2021	30.6.2020	30.6.2021	30.6.2020
Profit attributable to the owners of the Company (RM'000)	88,969	86,227	210,361	150,958
Weighted average number of ordinary shares in issue ('000)	809,275	808,503	809,152	808,503
Basic EPS (sen)	11.0	10.7	26.0	18.7

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

32. EARNINGS PER SHARE ("EPS") (CONT'D.)

(b) Diluted EPS

	Quarter Ended		Year-To-Date Ended	
	30.6.2021	30.6.2020	30.6.2021	30.6.2020
Profit attributable to the owners of the Company (RM'000)	88,969	86,227	210,361	150,958
Weighted average number of ordinary shares in issue ('000)	809,275	808,503	809,152	808,503
Effects of dilution of share grants ('000)	27	844	149	844
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	809,302	809,347	809,301	809,347
Diluted EPS (sen)	11.0	10.7	26.0	18.7

33. NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

Net assets per share as at 30 June 2021 stood at RM1.07, a decrease of 3.6% compared to RM1.11 as at 31 December 2020 mainly due to the distribution of final and special dividends in the year-to-date ended 30 June 2021.

34. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2020 was unmodified.

35. REVIEW BY EXTERNAL AUDITORS

The Board had engaged the external auditors to review and report on the Condensed Report of Bursa Malaysia Berhad for the quarter and year-to-date ended 30 June 2021 in accordance with the 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 had come to their attention to cause them to believe that the Condensed Report was not prepared, in all material respects, in accordance with the MFRS 134 *Interim Financial Reporting* and IAS 34 *Interim Financial Reporting*. The report was made to the Board in accordance with the terms of the engagement letter with the external auditors and for no other purpose.

36. AUTHORISED FOR ISSUE

The Condensed Report was authorised for issue by the Board in accordance with a resolution of the Directors on 28 July 2021.