



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 2022**

28 July 2022

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2022**

	Note	Quarter Ended			Year-To-Date Ended		
		30.06.2022	30.06.2021	Changes	30.06.2022	30.06.2021	Changes
		RM'000	RM'000	%	RM'000	RM'000	%
		(Reviewed)	(Reviewed)		(Reviewed)	(Reviewed)	
Operating revenue	8	148,383	192,158	(22.8)	309,425	420,163	(26.4)
Other income	9	3,504	3,940	(11.1)	7,760	8,210	(5.5)
		151,887	196,098	(22.5)	317,185	428,373	(26.0)
Staff costs		(38,719)	(42,869)	(9.7)	(78,007)	(81,986)	(4.9)
Depreciation and amortisation		(6,309)	(5,321)	18.6	(12,676)	(10,498)	20.7
Other operating expenses	10	(25,663)	(28,493)	(9.9)	(52,539)	(53,568)	(1.9)
Profit from operations		81,196	119,415	(32.0)	173,963	282,321	(38.4)
Finance costs		(134)	(134)	-	(267)	(267)	-
Profit before tax and zakat		81,062	119,281	(32.0)	173,696	282,054	(38.4)
Income tax expense and zakat	26	(21,591)	(30,312)	(28.8)	(46,259)	(71,693)	(35.5)
Profit for the period		59,471	88,969	(33.2)	127,437	210,361	(39.4)

	Note	Quarter Ended		Year-To-Date Ended	
		30.06.2022	30.06.2021	30.06.2022	30.06.2021
		Sen per share	Sen per share	Sen per share	Sen per share
		(Reviewed)	(Reviewed)	(Reviewed)	(Reviewed)
Basic earnings per share attributable to owners of the Company	32	7.3	11.0	15.7	26.0

The above condensed consolidated statement of profit or loss should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021 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 2022**

	Quarter Ended			Year-To-Date Ended		
	30.06.2022 RM'000 (Reviewed)	30.06.2021 RM'000 (Reviewed)	Changes %	30.06.2022 RM'000 (Reviewed)	30.06.2021 RM'000 (Reviewed)	Changes %
Profit for the period	59,471	88,969	(33.2)	127,437	210,361	(39.4)
Other comprehensive income:						
Items that may be subsequently reclassified to profit or loss:						
Gain on foreign currency translation	163	-	100.0	188	105	79.0
Net fair value changes in unquoted bonds at fair value through other comprehensive income ("FVTOCI")	(616)	196	(414.3)	(1,006)	(720)	39.7
Income tax effects relating to unquoted bonds at FVTOCI	47	15	213.3	97	135	(28.1)
	(406)	211	(292.4)	(721)	(480)	50.2
Item that will not be subsequently reclassified to profit or loss:						
Net fair value changes in quoted shares at FVTOCI	-	7,732	(100.0)	-	29,666	(100.0)
	-	7,732	(100.0)	-	29,666	(100.0)
Total other comprehensive (loss)/income, net of income tax	(406)	7,943	(105.1)	(721)	29,186	(102.5)
Total comprehensive income	59,065	96,912	(39.1)	126,716	239,547	(47.1)

The above condensed consolidated statement of comprehensive income should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022**

Note	As at 30.06.2022 RM'000 (Reviewed)	As at 31.12.2021 RM'000 (Audited)
Assets		
	181,596	173,718
Property, plant and equipment		
	37,238	38,988
Computer software		
	7,907	7,963
Right-of-use assets		
	42,957	42,957
Goodwill		
	39,172	40,049
Investment securities		
	859	970
Staff loans receivable		
	18,560	17,323
Deferred tax assets		
Non-current assets	328,289	321,968
Trade receivables	27	53,634
Other receivables		16,915
Tax recoverable		5,873
Investment securities		14,974
Cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	13	4,466,819
Cash and bank balances of Clearing Funds	14	159,325
Cash and bank balances of the Group	15	481,291
Current assets	5,198,831	4,020,074
Total assets	5,527,120	4,342,042
Equity and liabilities		
	435,621	435,621
Share capital		
	30,057	30,778
Other reserves		
	340,596	350,740
Retained earnings		
Total equity	806,274	817,139
Retirement benefit obligations		10,957
Deferred income		4,066
Lease liabilities		7,700
Deferred tax liabilities		607
Non-current liabilities	23,330	25,311
Trade payables	13	4,463,797
Participants' contributions to Clearing Funds	14	64,325
Other payables		164,584
Lease liabilities		523
Tax payable and zakat		4,287
Current liabilities	4,697,516	3,499,592
Total liabilities	4,720,846	3,524,903
Total equity and liabilities	5,527,120	4,342,042
	RM	RM
Net assets per share attributable to owners of the Company	33	1.00
		1.01

The above condensed consolidated statement of financial position should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

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**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR-TO-DATE ENDED 30 JUNE 2022**

	Non-distributable				Distributable		Total equity RM'000
	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 2022	435,621	627	-	30,000	151	350,740	817,139
Profit for the period	-	-	-	-	-	127,437	127,437
Other comprehensive income, net of income tax	-	188	-	-	(909)	-	(721)
Total comprehensive income	-	188	-	-	(909)	127,437	126,716
Transactions with owners:							
Dividends paid (Note 7)	-	-	-	-	-	(137,581)	(137,581)
At 30 June 2022	435,621	815	-	30,000	(758)	340,596	806,274
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

The above condensed consolidated statement of changes in equity should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021 and the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR-TO-DATE ENDED 30 JUNE 2022

	Note	Year-To-Date Ended	
		30.06.2022 RM'000 (Reviewed)	30.06.2021 RM'000 (Reviewed)
Cash flows from operating activities			
Profit before tax and zakat		173,696	282,054
Adjustments for:			
Amortisation of premium		1	1
Depreciation and amortisation		12,676	10,498
Dividend income from investment securities	9	-	(797)
Equipments written off		-	3
Grant income	9	(748)	(308)
Interest expense on lease liabilities		267	267
Interest/profit income	9	(6,933)	(6,419)
Net loss/(gain) on disposals of computer hardware	9	1	(122)
Net (reversal of impairment losses)/impairment losses on:			
- investment securities	10	(52)	52
- trade and other receivables	10	638	631
Retirement benefit obligations		228	228
SGP expense		-	62
Unrealised loss on foreign exchange differences		72	77
Operating profit before working capital changes		179,846	286,227
(Increase)/decrease in receivables		(8,812)	22,278
(Decrease)/increase in other payables		(754)	1,043
Cash generated from operations		170,280	309,548
Contributions to defined benefit retirement scheme		(2,636)	(2,150)
Repayment of staff loans, net of disbursements		129	229
Net tax and zakat paid		(38,284)	(73,764)
Net cash from operating activities		129,489	233,863
Cash flows from investing activities			
Dividends received		-	2,291
Decrease/(increase) in deposits not for short-term funding requirements		29,678	(20,412)
Interest/profit income received		6,676	8,576
Proceeds from disposals of:			
- investment securities		19,974	85,080
- computer hardware		-	122
Purchases of:			
- investment securities		(14,853)	(5,000)
- property, plant and equipment and computer software		(22,463)	(8,703)
Net cash from investing activities		19,012	61,954
Cash flows from financing activities			
Dividends paid	7	(137,581)	(275,069)
Grant received		700	-
Net cash used in financing activities		(136,881)	(275,069)
Net increase in cash and cash equivalents			
Effects of exchange rate changes		200	110
Cash and cash equivalents at beginning of period		315,681	286,534
Cash and cash equivalents at end of period	15	327,501	307,392

The above condensed consolidated statement of cash flows should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2021 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 Group's audited financial statements for the financial year ended 31 December 2021. 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 2021.

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 2021, except for the following which were adopted at the beginning of the current financial year. These pronouncements are either not relevant or do not have any material impact on the Group's financial statements for the current financial year.

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

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

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 to the Group's current financial period.

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*

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 (cont'd.)

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 material impact on the Group's financial statements.

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 2022.

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 2022.

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 2022.

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:

	30.06.2022	30.06.2021
Final and special dividends		
Final dividend per share (single-tier)	17.0 sen	26.0 sen
Special dividend per share (single-tier)	-	8.0 sen
For the financial year ended	31 December 2021	31 December 2020
Approved and declared on	28 January 2022	2 February 2021
Date paid	25 February 2022	3 March 2021
Number of ordinary shares on which dividend was paid ('000)	809,299	809,027
Net dividend paid (RM'000)	137,581	275,069

8. OPERATING REVENUE

	Quarter Ended			Year-To-Date Ended		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Trade fees	6,290	11,259	(44.1)	14,214	26,494	(46.4)
Clearing fees	52,821	96,207	(45.1)	117,445	223,745	(47.5)
Others	7,658	7,798	(1.8)	15,546	15,908	(2.3)
Total Securities trading revenue	66,769	115,264	(42.1)	147,205	266,147	(44.7)
Trade fees	12,502	13,688	(8.7)	26,058	27,670	(5.8)
Clearing fees	6,369	6,177	3.1	12,587	12,492	0.8
Others	5,539	2,516	120.2	9,091	4,774	90.4
Total Derivatives trading revenue	24,410	22,381	9.1	47,736	44,936	6.2
Bursa Suq Al-Sila' ("BSAS") trade fees	3,804	3,258	16.8	7,628	6,666	14.4
Listing and issuer services	17,186	18,708	(8.1)	34,088	34,468	(1.1)
Depository services	13,911	14,444	(3.7)	28,283	29,955	(5.6)
Market data	16,453	12,296	33.8	31,205	26,375	18.3
Member services and connectivity	5,850	5,807	0.7	11,738	11,559	1.5
Conference fees and exhibition-related income	-	-	-	1,542	57	2,605.3
Total other operating revenue	57,204	54,513	4.9	114,484	109,080	5.0
Total operating revenue	148,383	192,158	(22.8)	309,425	420,163	(26.4)

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		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Major products or services:															
Securities trading revenue	66,769	115,264	(42.1)	-	-	-	-	-	-	-	-	-	66,769	115,264	(42.1)
Derivatives trading revenue	-	-	-	24,410	22,381	9.1	-	-	-	-	-	-	24,410	22,381	9.1
BSAS trade fees	-	-	-	-	-	-	-	-	-	3,804	3,258	16.8	3,804	3,258	16.8
Listing and issuer services	17,153	18,678	(8.2)	-	-	-	-	-	-	33	30	10.0	17,186	18,708	(8.1)
Depository services	13,911	14,444	(3.7)	-	-	-	-	-	-	-	-	-	13,911	14,444	(3.7)
Market data	13,416	9,690	38.5	2,941	2,539	15.8	-	-	-	96	67	43.3	16,453	12,296	33.8
Member services and connectivity	3,778	3,814	(0.9)	41	36	13.3	2,010	1,937	3.8	21	20	5.0	5,850	5,807	0.7
	115,027	161,890	(28.9)	27,392	24,956	9.8	2,010	1,937	3.8	3,954	3,375	17.2	148,383	192,158	(22.8)
Timing of revenue recognition:															
At a point in time	94,041	144,366	(34.9)	25,536	23,383	9.2	-	-	-	3,823	3,276	16.7	123,400	171,025	(27.8)
Over time	20,986	17,524	19.8	1,856	1,573	18.0	2,010	1,937	3.8	131	99	32.3	24,983	21,133	18.2
	115,027	161,890	(28.9)	27,392	24,956	9.8	2,010	1,937	3.8	3,954	3,375	17.2	148,383	192,158	(22.8)

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		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Major products or services:															
Securities trading revenue	147,205	266,147	(44.7)	-	-	-	-	-	-	-	-	-	147,205	266,147	(44.7)
Derivatives trading revenue	-	-	-	47,736	44,936	6.2	-	-	-	-	-	-	47,736	44,936	6.2
BSAS trade fees	-	-	-	-	-	-	-	-	-	7,628	6,666	14.4	7,628	6,666	14.4
Listing and issuer services	34,028	34,412	(1.1)	-	-	-	-	-	-	60	56	7.1	34,088	34,468	(1.1)
Depository services	28,283	29,955	(5.6)	-	-	-	-	-	-	-	-	-	28,283	29,955	(5.6)
Market data	25,131	20,863	20.5	5,883	5,364	9.7	-	-	-	191	148	29.1	31,205	26,375	18.3
Member services and connectivity	7,673	7,570	1.4	76	72	5.3	3,947	3,873	1.9	42	44	(4.5)	11,738	11,559	1.5
Conference fees and exhibition-related income	-	-	-	1,542	57	2,605.3	-	-	-	-	-	-	1,542	57	2,605.3
	242,320	358,947	(32.5)	55,237	50,429	9.5	3,947	3,873	1.9	7,921	6,914	14.6	309,425	420,163	(26.4)
Timing of revenue recognition:															
At a point in time	201,302	325,033	(38.1)	51,610	47,001	9.8	-	-	-	7,667	6,706	14.3	260,579	378,740	(31.2)
Over time	41,018	33,914	20.9	3,627	3,428	5.8	3,947	3,873	1.9	254	208	22.1	48,846	41,423	17.9
	242,320	358,947	(32.5)	55,237	50,429	9.5	3,947	3,873	1.9	7,921	6,914	14.6	309,425	420,163	(26.4)

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

9. OTHER INCOME

	Quarter Ended			Year-To-Date Ended		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Interest/profit income from:						
- deposits and investment securities	3,417	3,001	13.9	6,916	6,395	8.1
- others	8	11	(27.3)	17	24	(29.2)
Dividend income	-	325	(100.0)	-	797	(100.0)
Grant income	33	282	(88.3)	748	308	142.9
Net (loss)/gain on disposals of computer hardware	-	-	-	(1)	122	(100.8)
Rental income	17	227	(92.5)	30	454	(93.4)
Miscellaneous income	29	94	(69.1)	50	110	(54.5)
Total other income	3,504	3,940	(11.1)	7,760	8,210	(5.5)

10. OTHER OPERATING EXPENSES

	Quarter Ended			Year-To-Date Ended		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Administrative expenses	2,041	1,880	8.6	4,060	3,835	5.9
Building management expenses	2,961	2,664	11.1	5,611	5,322	5.4
Central Depository System ("CDS") consumables	626	1,216	(48.5)	1,203	2,137	(43.7)
Marketing and development expenses	5,793	1,357	326.9	8,844	1,892	367.4
Professional fees	960	666	44.1	1,442	1,382	4.3
Technology expenses:						
- information technology maintenance	6,454	6,056	6.6	13,101	11,767	11.3
- service fees	5,022	4,653	7.9	10,868	10,696	1.6
Net gain on foreign exchange differences	(1,596)	(432)	269.4	(1,889)	(550)	243.5
Net (reversal of impairment losses)/impairment losses on:						
- investment securities	(26)	25	(204.0)	(52)	52	(200.0)
- trade and other receivables	635	546	16.3	638	631	1.1
Miscellaneous expenses	2,793	9,862	(71.7)	8,713	16,404	(46.9)
Total other operating expenses	25,663	28,493	(9.9)	52,539	53,568	(1.9)

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		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Operating revenue (Note 8)	115,027	161,890	(28.9)	27,392	24,956	9.8	2,010	1,937	3.8	3,954	3,375	17.2	148,383	192,158	(22.8)
Other income	1,873	2,473	(24.3)	367	279	31.5	1,234	1,170	5.5	30	18	66.7	3,504	3,940	(11.1)
Direct costs	(24,940)	(31,643)	(21.2)	(11,606)	(13,337)	(13.0)	(4,161)	(6,311)	(34.1)	(1,969)	(1,920)	2.6	(42,676)	(53,211)	(19.8)
Segment profit/(loss)	91,960	132,720	(30.7)	16,153	11,898	35.8	(917)	(3,204)	(71.4)	2,015	1,473	36.8	109,211	142,887	(23.6)
Overheads													(28,149)	(23,606)	19.2
Profit before tax and zakat													81,062	119,281	(32.0)

RESULTS FOR THE YEAR-TO-DATE ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Operating revenue (Note 8)	242,320	358,947	(32.5)	55,237	50,429	9.5	3,947	3,873	1.9	7,921	6,914	14.6	309,425	420,163	(26.4)
Other income	4,413	5,087	(13.2)	711	624	13.9	2,585	2,458	5.2	51	41	24.4	7,760	8,210	(5.5)
Direct costs	(50,868)	(57,547)	(11.6)	(26,930)	(27,625)	(2.5)	(11,193)	(13,760)	(18.7)	(3,886)	(3,786)	2.6	(92,877)	(102,718)	(9.6)
Segment profit/(loss)	195,865	306,487	(36.1)	29,018	23,428	23.9	(4,661)	(7,429)	(37.3)	4,086	3,169	28.9	224,308	325,655	(31.1)
Overheads													(50,612)	(43,601)	16.1
Profit before tax and zakat													173,696	282,054	(38.4)

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 2022					
Assets	393,143	127,527	333,241	22,632	876,543
Clearing Funds	104,920	54,405	-	-	159,325
Cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	213,877	4,252,942	-	-	4,466,819
Segment assets	711,940	4,434,874	333,241	22,632	5,502,687
Unallocated corporate assets	-	-	-	-	24,433
Total assets	711,940	4,434,874	333,241	22,632	5,527,120
Liabilities	93,260	26,421	48,473	16,654	184,808
Participants' contributions to Clearing Funds	19,920	44,405	-	-	64,325
Equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	213,877	4,252,942	-	-	4,466,819
Segment liabilities	327,057	4,323,768	48,473	16,654	4,715,952
Unallocated corporate liabilities	-	-	-	-	4,894
Total liabilities	327,057	4,323,768	48,473	16,654	4,720,846

ASSETS AND LIABILITIES AS AT 31 DECEMBER 2021					
Assets	380,870	114,003	369,377	21,849	886,099
Clearing Funds	104,678	53,221	-	-	157,899
Cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	201,720	3,063,667	-	-	3,265,387
Segment assets	687,268	3,230,891	369,377	21,849	4,309,385
Unallocated corporate assets	-	-	-	-	32,657
Total assets	687,268	3,230,891	369,377	21,849	4,342,042
Liabilities	67,716	27,384	80,383	15,894	191,377
Participants' contributions to Clearing Funds	19,678	43,221	-	-	62,899
Equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	201,720	3,063,667	-	-	3,265,387
Segment liabilities	289,114	3,134,272	80,383	15,894	3,519,663
Unallocated corporate liabilities	-	-	-	-	5,240
Total liabilities	289,114	3,134,272	80,383	15,894	3,524,903

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 2022.

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 30.06.2022 RM'000	As at 31.12.2021 RM'000
Equity margins	210,855	200,124
Derivatives trading margins	4,220,970	3,035,847
Security deposits from Clearing Participants ("CPs") of Bursa Malaysia Derivatives Clearing Berhad ("BMDC")	31,972	27,820
Total equity margins, derivatives trading margins and security deposits, representing trade payables	4,463,797	3,263,791
Cash received for eDividend and eRights distributions (included in other payables)	3,022	1,596
Total cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	4,466,819	3,265,387

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 30.06.2022 RM'000	As at 31.12.2021 RM'000
Collaterals in the form of letters of credit for:		
- equity margins	11,000	11,000
- derivatives trading margins	756,496	687,848
- security deposits from CPs of BMDC	16,000	16,000
	783,496	714,848
Collaterals in the form of shares for derivatives trading margins	753	784
	784,249	715,632

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 2022			
Contributions from Trading Clearing Participants ("TCPs") of Bursa Malaysia Securities Clearing Sdn Bhd ("BMSC")	19,920	-	19,920
Contributions from BMSC	-	85,000	85,000
Clearing Guarantee Fund ("CGF") balance	19,920	85,000	104,920
Contributions from CPs of BMDC	44,405	-	44,405
Contributions from BMDC	-	10,000	10,000
Derivatives Clearing Fund ("DCF") balance	44,405	10,000	54,405
Total cash and bank balances of Clearing Funds	64,325	95,000	159,325

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 2021			
Contributions from TCPs of BMSC	19,678	-	19,678
Contributions from BMSC	-	85,000	85,000
CGF balance	19,678	85,000	104,678
Contributions from CPs of BMDC	43,221	-	43,221
Contributions from BMDC	-	10,000	10,000
DCF balance	43,221	10,000	53,221
Total cash and bank balances of Clearing Funds	62,899	95,000	157,899

15. CASH AND BANK BALANCES OF THE GROUP

	As at 30.06.2022 RM'000	As at 31.12.2021 RM'000
Cash and bank balances	2,695	3,522
Deposits for short-term funding requirements	324,806	312,159
Cash and cash equivalents	327,501	315,681
Deposits not for short-term funding requirements	153,790	183,468
Total cash and bank balances	481,291	499,149

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 30.06.2022 RM'000	As at 31.12.2021 RM'000
Approved and contracted for:		
Computers and office automation	15,590	2,619
Office equipment and renovation	7,211	6,785
	22,801	9,404
Approved but not contracted for:		
Computers and office automation	2,797	2,560
Office equipment and renovation	17	4,170
	2,814	6,730

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 2022.

18. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and year-to-date ended 30 June 2022.

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 30.06.2022 RM'000	As at 31.12.2021 RM'000
Not later than 1 year	73	72
Later than 1 year and not later than 5 years	92	8
Total future minimum lease receivables	165	80

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 30.06.2022 RM'000	As at 31.12.2021 RM'000
Assets		
Financial assets at FVTOCI		
Investment securities - unquoted bonds	49,268	60,222

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

20. FINANCIAL INSTRUMENTS (CONT'D)

20.1 Classification (cont'd)

	As at 30.06.2022 RM'000	As at 31.12.2021 RM'000
Financial assets at amortised cost		
Investment securities - commercial papers	4,877	-
Staff loans receivable	1,103	1,232
Trade receivables	53,634	48,098
Other receivables which are financial assets*	5,391	5,125
Cash for equity margins, derivatives trading margins, security deposits and eDividend and eRights distributions	4,466,819	3,265,387
Cash and bank balances of Clearing Funds	159,325	157,899
Cash and bank balances of the Group	481,291	499,149
	5,172,440	3,976,890
Total financial assets	5,221,708	4,037,112
Liabilities		
Financial liabilities at amortised cost		
Trade payables	4,463,797	3,263,791
Participants' contributions to Clearing Funds	64,325	62,899
Other payables which are financial liabilities**	36,167	34,467
Lease liabilities	8,223	7,956
Total financial liabilities	4,572,512	3,369,113

* Other receivables which are financial assets include deposits, interest/profit income 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

The Group does not have any financial instruments measured at Level 1 as at 30 June 2022 and 31 December 2021.

(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 2022 and 31 December 2021.

	As at 30.06.2022 RM'000	As at 31.12.2021 RM'000
Level 2		
Financial assets at FVTOCI - unquoted bonds	49,268	60,222

(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 2022.

22. SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

There was no significant event during the current quarter and year-to-date ended 30 June 2022.

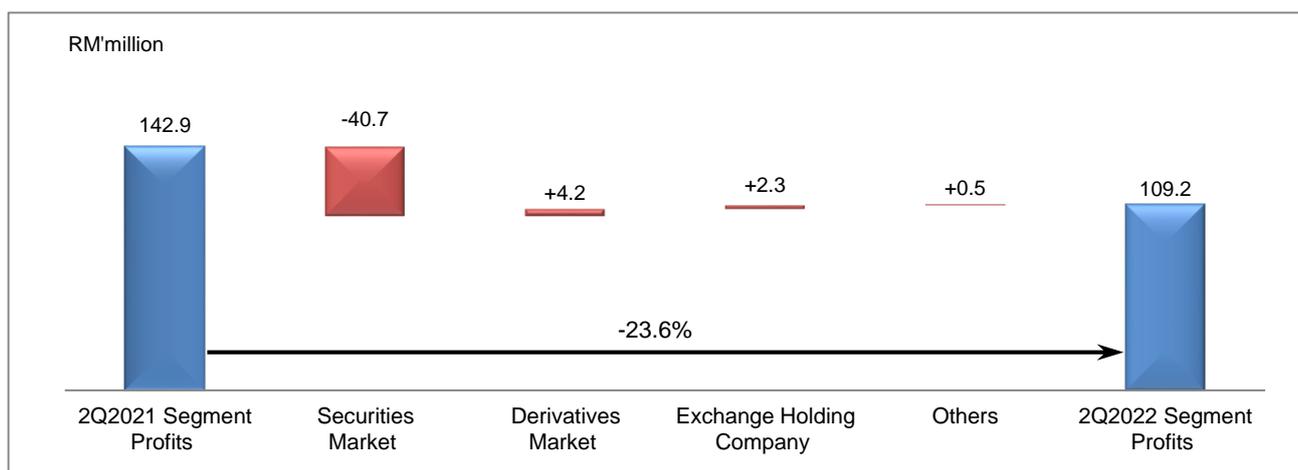
PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

23. OPERATING SEGMENTS REVIEW

2Q2022 vs. 2Q2021

Profit before tax and zakat ("PBT") for the quarter ended 30 June 2022 ("2Q2022") was RM81.1 million, a decrease of 32.0 per cent compared to RM119.3 million in the quarter ended 30 June 2021 ("2Q2021"). PBT is made up of segment profits less overheads (as depicted in Note 11). The cost-to-income ratio in 2Q2022 was at 47%, an increase of 8 percentage points compared to 39% in 2Q2021 mainly due to lower operating revenue in 2Q2022.

Total segment profits for 2Q2022 was RM109.2 million, a decrease of 23.6 per cent compared to RM142.9 million in 2Q2021. Movements in the segment profits are shown in the chart below:



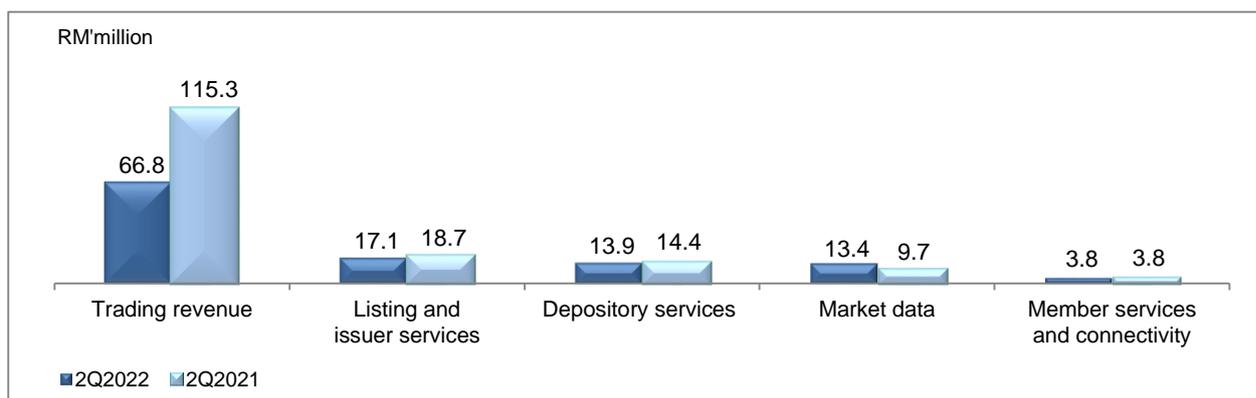
Total comprehensive income for 2Q2022 was RM59.1 million, a decrease of 39.1 per cent compared to RM96.9 million in 2Q2021 mainly due to lower profit earned in 2Q2022.

Securities Market

The Securities Market recorded a segment profit of RM92.0 million in 2Q2022, a decrease of 30.7 per cent compared to RM132.7 million in 2Q2021 mainly due to lower operating revenue in 2Q2022.

(i) Operating Revenue

The Securities Market's operating revenue for 2Q2022 was RM115.0 million, a decrease of 28.9 per cent compared to RM161.9 million in 2Q2021. 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)

2Q2022 vs. 2Q2021 (cont'd)

Securities Market (cont'd)

(i) Operating Revenue (cont'd)

- > Trading revenue decreased by 42.1 per cent to RM66.8 million in 2Q2022 from RM115.3 million in 2Q2021 mainly due to lower Average Daily Trading Value ("ADV") for On-Market Trades ("OMT") and Direct Business Trades ("DBT"), which decreased by 42.2 per cent to RM2.23 billion in 2Q2022 compared to RM3.86 billion in 2Q2021. Trading velocity in 2Q2022 was lower by 21 percentage points at 30% compared to 51% in 2Q2021.
- > Listing and issuer services revenue decreased by 8.2 per cent to RM17.1 million in 2Q2022 from RM18.7 million in 2Q2021 mainly due to lower perusal and processing fees and additional listing fees earned from corporate exercises in 2Q2022.
- > Market data revenue increased by 38.5 per cent to RM13.4 million in 2Q2022 from RM9.7 million in 2Q2021 contributed by higher number of subscribers in 2Q2022.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		2Q2022	2Q2021	Changes (%)
ADV (OMT)	(RM'billion)	2.13	3.75	(43.2)
ADV (DBT)	(RM'billion)	0.10	0.11	(9.1)
Total ADV (OMT and DBT)	(RM'billion)	2.23	3.86	(42.2)
Average daily trading volume (OMT)	(billion shares)	2.94	6.47	(54.6)
Average daily trading volume (DBT)	(billion shares)	0.16	0.10	60.0
Total average daily trading volume (OMT and DBT)	(billion shares)	3.10	6.57	(52.8)
FBMKLCI	(points)	1,444.22	1,532.63	(5.8)
Effective clearing fee rate	(basis points)	2.63	2.75	(4.4)
Velocity	(per cent)	30	51	(21.0)
Number of Initial Public Offerings ("IPOs")		11	8	37.5
Number of new structured warrants listed		404	339	19.2
Total funds raised:				
- IPOs	(RM'million)	591.83	209.64	182.3
- Secondary issues	(RM'million)	2,663.60	3,961.69	(32.8)
Market capitalisation as at end of period	(RM'billion)	1,647.69	1,742.53	(5.4)
Number of trading days		59	60	-1 day

(ii) Operating Expenses

Segment expenses decreased by 21.2 per cent to RM24.9 million in 2Q2022 compared to RM31.6 million in 2Q2021 mainly due to lower staff costs and CDS expenses in 2Q2022.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

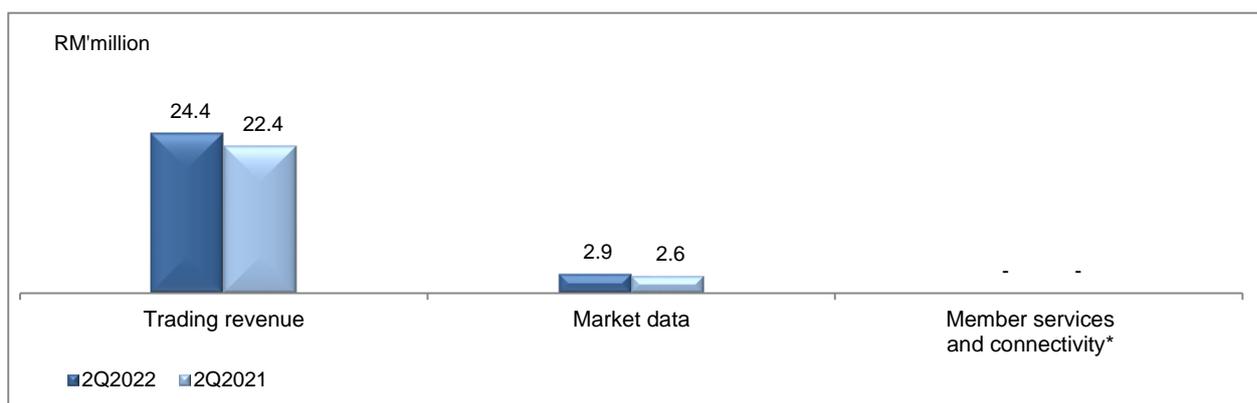
2Q2022 vs. 2Q2021 (cont'd)

Derivatives Market

The Derivatives Market recorded a segment profit of RM16.1 million in 2Q2022, an increase of 35.8 per cent from RM11.9 million in 2Q2021 mainly due to higher operating revenue in 2Q2022.

(i) Operating Revenue

The Derivatives Market's operating revenue for 2Q2022 was RM27.4 million, an increase of 9.8 per cent compared to RM25.0 million in 2Q2021. Details by revenue category are shown in the chart below:



* Member services and connectivity fees income are below RM0.1 million for 2Q2022 and 2Q2021.

- > Trading revenue increased by 9.1 per cent to RM24.4 million in 2Q2022 from RM22.4 million in 2Q2021 mainly due to higher collateral management fees earned in 2Q2022.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	2Q2022	2Q2021	Changes (%)
Crude Palm Oil Futures ("FCPO") contracts	3,866,393	4,078,786	(5.2)
FTSE Bursa Malaysia KLCI Futures ("FKLI") contracts	674,318	675,771	(0.2)
Other contracts	7,144	32,466	(78.0)
Total contracts	4,547,855	4,787,023	(5.0)
Average daily number of contracts traded	77,082	79,784	(3.4)
Average number of open interest positions	250,418	256,060	(2.2)
Number of trading days	59	60	-1 day

(ii) Operating Expenses

Segment expenses decreased by 13.0 per cent to RM11.6 million in 2Q2022 compared to RM13.3 million in 2Q2021 mainly due lower staff costs in 2Q2022.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

2Q2022 vs. 2Q2021 (cont'd)

Exchange Holding Company

The Exchange Holding Company recorded a lower segment loss of RM0.9 million in 2Q2022 compared to RM3.2 million in 2Q2021 due to lower staff costs in 2Q2022.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit increased by 36.8 per cent to RM2.0 million in 2Q2022 compared to RM1.5 million in 2Q2021.

Overheads

Overheads increased by 19.2 per cent to RM28.1 million in 2Q2022 compared to RM23.6 million in 2Q2021 mainly due to higher consultancy fees and depreciation and amortisation expenses in 2Q2022.

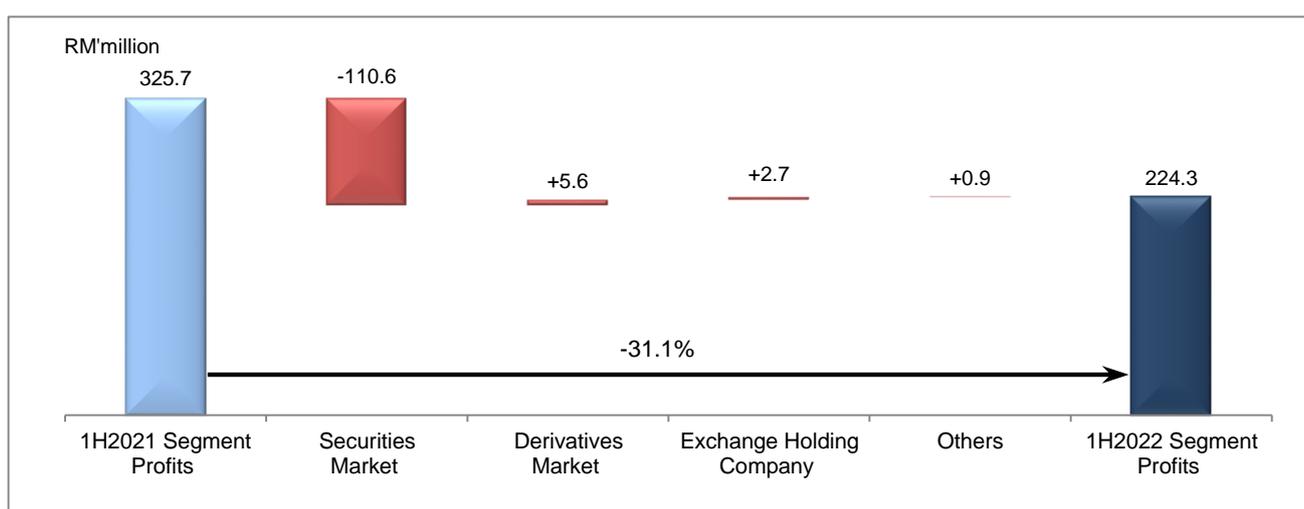
PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

23. OPERATING SEGMENTS REVIEW (CONT'D)

1H2022 vs. 1H2021

PBT for the year-to-date ended 30 June 2022 ("1H2022") was RM173.7 million, a decrease of 38.4 per cent compared to RM282.1 million in the year-to-date ended 30 June 2021 ("1H2021"). PBT is made up of segment profits less overheads (as depicted in Note 11). The cost-to-income ratio in 1H2022 was at 45%, an increase of 11 percentage points compared to 34% in 1H2021.

Total segment profits for 1H2022 was RM224.3 million, a decrease of 31.1 per cent compared to RM325.7 million in 1H2021. Movements in the segment profits are shown in the chart below:



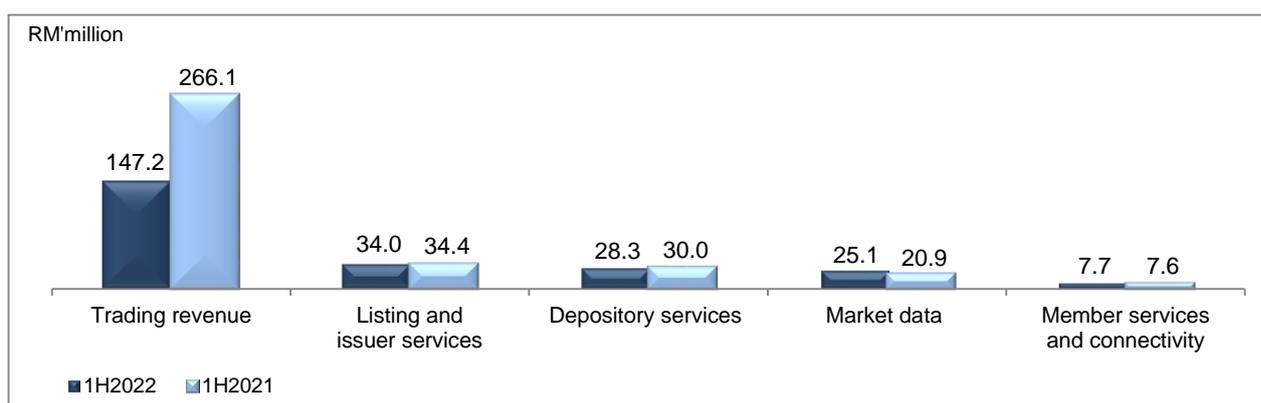
Total comprehensive income for 1H2022 was RM126.7 million, a decrease of 47.1 per cent compared to RM239.5 million in 1H2021 mainly due to lower profit earned in 1H2022.

Securities Market

The Securities Market recorded a segment profit of RM195.9 million in 1H2022, a decrease of 36.1 per cent compared to RM306.5 million in 1H2021 mainly due to lower operating revenue in 1H2022.

(i) Operating Revenue

The Securities Market's operating revenue for 1H2022 was RM242.3 million, a decrease of 32.5 per cent compared to RM359.0 million in 1H2021. 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)

1H2022 vs. 1H2021 (cont'd)

Securities Market (cont'd)

(i) Operating Revenue (cont'd)

- > Trading revenue decreased by 44.7 per cent to RM147.2 million in 1H2022 from RM266.1 million in 1H2021 mainly due to lower ADV for OMT and DBT, which decreased by 45.5 per cent to RM2.46 billion in 1H2022 compared to RM4.51 billion in 1H2021. Trading velocity in 1H2022 was lower by 28 percentage points at 33% compared to 61% in 1H2021.
- > Depository services revenue decreased by 5.6 per cent to RM28.3 million in 1H2022 from RM30.0 million in 1H2021 mainly due to lower Record of Depositors ("ROD") fees, additional issue fees and account opening fees in 1H2022.
- > Market data revenue increased by 20.5 per cent to RM25.1 million in 1H2022 from RM20.9 million in 1H2021 contributed by higher number of subscribers in 1H2022.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		1H2022	1H2021	Changes (%)
ADV (OMT)	(RM'billion)	2.37	4.42	(46.4)
ADV (DBT)	(RM'billion)	0.09	0.09	-
Total ADV (OMT and DBT)	(RM'billion)	2.46	4.51	(45.5)
Average daily trading volume (OMT)	(billion shares)	3.08	7.46	(58.7)
Average daily trading volume (DBT)	(billion shares)	0.14	0.13	7.7
Total average daily trading volume (OMT and DBT)	(billion shares)	3.22	7.59	(57.6)
FBMKLCI	(points)	1,444.22	1,532.63	(5.8)
Effective clearing fee rate	(basis points)	2.60	2.72	(4.4)
Velocity	(per cent)	33	61	(28.0)
Number of IPOs		16	14	14.3
Number of new structured warrants listed		743	692	7.4
Total funds raised:				
- IPOs	(RM'million)	2,108.55	388.71	442.4
- Secondary issues	(RM'million)	3,699.42	7,380.34	(49.9)
Market capitalisation as at end of period	(RM'billion)	1,647.69	1,742.53	(5.4)
Number of trading days		120	120	-

(ii) Operating Expenses

Segment expenses decreased by 11.6 per cent to RM50.9 million in 1H2022 compared to RM57.6 million in 1H2022 mainly due to lower staff costs and CDS expenses in 1H2022.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

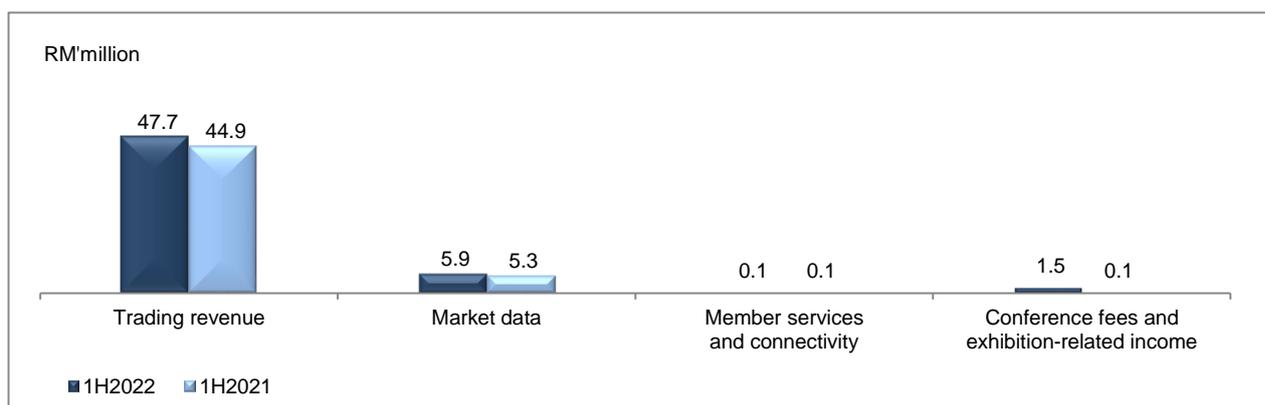
1H2022 vs. 1H2021 (cont'd)

Derivatives Market

The Derivatives Market recorded a segment profit of RM29.0 million in 1H2022, an increase of 23.9 per cent from RM23.4 million in 1H2021 mainly due to higher operating revenue in 1H2022.

(i) Operating Revenue

The Derivatives Market's operating revenue for 1H2022 was RM55.2 million, an increase of 9.5 per cent compared to RM50.4 million in 1H2021. Details by revenue category are shown in the chart below:



- > Trading revenue increased by 6.2 per cent to RM47.7 million in 1H2022 from RM44.9 million in 1H2021 mainly due to higher collateral management fees earned in 1H2022.
- > Conference fees and exhibition-related income earned in 1H2022 is in respect of the resumption of the physical Palm and Lauric Oils Price Outlook Conference & Exhibition ("POC") 2022 which was held in March 2022.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	1H2022	1H2021	Changes (%)
FCPO contracts	7,890,347	8,113,465	(2.7)
FKLI contracts	1,363,982	1,440,981	(5.3)
Other contracts	21,790	52,863	(58.8)
Total contracts	9,276,119	9,607,309	(3.4)
Average daily number of contracts traded	77,301	80,061	(3.4)
Average number of open interest positions	247,854	246,399	0.6
Number of trading days	120	120	-

(ii) Operating Expenses

Segment expenses decreased by 2.5 per cent to RM26.9 million in 1H2022 compared to RM27.6 million in 1H2021.

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

23. OPERATING SEGMENTS REVIEW (CONT'D)

1H2022 vs. 1H2021 (cont'd)

Exchange Holding Company

The Exchange Holding Company recorded a lower segment loss of RM4.7 million in 1H2022 compared to RM7.4 million in 1H2021 mainly due to lower staff costs incurred in 1H2022.

Others

The segment profit increased by 28.9 per cent to RM4.1 million in 1H2022 compared to RM3.2 million in 1H2021 mainly due to higher BSAS trade fees earned in 1H2022.

Overheads

Overheads increased by 16.1 per cent to RM50.6 million in 1H2022 compared to RM43.6 million in 1H2021 mainly due to higher consultancy fees and depreciation and amortisation expenses in 1H2022.

**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 %
	30.06.2022 RM'000	31.03.2022 RM'000	
Operating revenue	148,383	161,042	(7.9)
Other income	3,504	4,256	(17.7)
Staff costs	151,887	165,298	(8.1)
Depreciation and amortisation	(38,719)	(39,288)	(1.4)
Other operating expenses	(6,309)	(6,367)	(0.9)
Other operating expenses	(25,663)	(26,876)	(4.5)
Profit from operations	81,196	92,767	(12.5)
Finance costs	(134)	(133)	0.8
PBT	81,062	92,634	(12.5)

PBT for 2Q2022 was RM81.1 million, a decrease of 12.5 per cent from RM92.6 million in the quarter ended 31 March 2022 ("1Q2022"). PBT is made up of segment profits less overheads. The cost-to-income ratio in 2Q2022 was at 47%, an increase of 3 percentage points compared to 44% in 1Q2022.

Total segment profits for 2Q2022 was RM109.2 million, a decrease of 5.1 per cent from RM115.1 million in 1Q2022. The quarter-on-quarter movements in the segment profits are shown in the chart below:



Securities Market

The Securities Market recorded a segment profit of RM92.0 million in 2Q2022, a decrease of 11.5 per cent from RM103.9 million in 1Q2022 mainly due to lower operating revenue in 2Q2022.

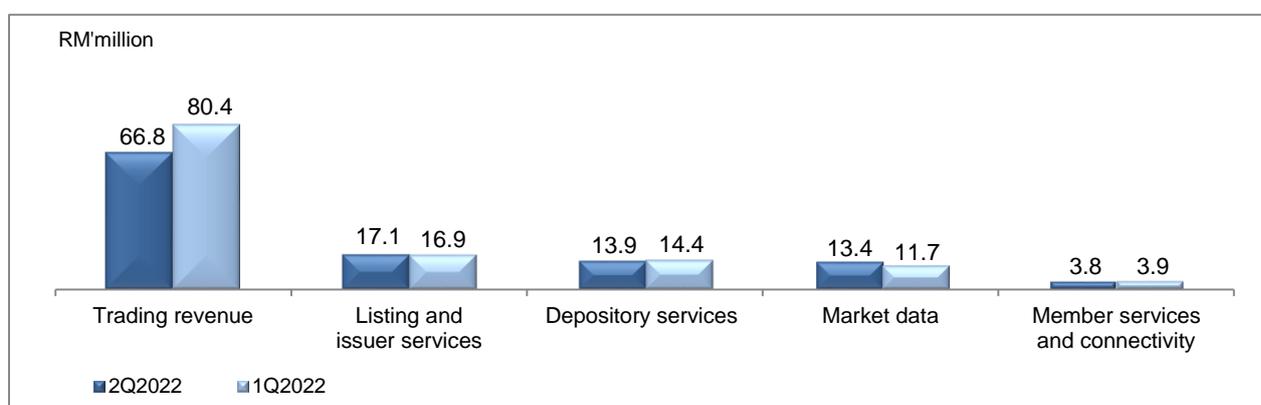
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

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

Securities Market (cont'd)

(i) Operating Revenue

The Securities Market's operating revenue for 2Q2022 was RM115.0 million, a decrease of 9.6 per cent compared to RM127.3 million in 1Q2022. Details by revenue category are shown in the chart below:



- > Trading revenue decreased by 17.0 per cent to RM66.8 million in 2Q2022 from RM80.4 million in 1Q2022 mainly due to lower ADV for OMT and DBT, which was lower by 16.8 per cent to RM2.23 billion in 2Q2022 compared to RM2.68 billion in 1Q2022. Trading velocity in 2Q2022 was lower by 6 percentage points at 30% compared to 36% in 1Q2022.
- > Market data revenue increased by 14.5 per cent to RM13.4 million in 2Q2022 from RM11.7 million in 1Q2022 driven by higher number of subscribers in 2Q2022.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		2Q2022	1Q2022	Changes (%)
ADV (OMT)	(RM'billion)	2.13	2.60	(18.1)
ADV (DBT)	(RM'billion)	0.10	0.08	25.0
Total ADV (OMT and DBT)	(RM'billion)	2.23	2.68	(16.8)
Average daily trading volume (OMT)	(billion shares)	2.94	3.23	(9.0)
Average daily trading volume (DBT)	(billion shares)	0.16	0.11	45.5
Total average daily trading volume (OMT and DBT)	(billion shares)	3.10	3.34	(7.2)
FBMKLCI	(points)	1,444.22	1,587.36	(9.0)
Effective clearing fee rate	(basis points)	2.63	2.57	2.3
Velocity	(per cent)	30	36	(6.0)
Number of IPOs		11	5	120.0
Number of new structured warrants listed		404	339	19.2
Total funds raised:				
- IPOs	(RM'million)	591.83	1,516.72	(61.0)
- Secondary issues	(RM'million)	2,663.60	1,035.82	157.1
Market capitalisation as at end of period	(RM'billion)	1,647.69	1,795.08	(8.2)
Number of trading days		59	61	-2 days

(ii) Operating Expenses

Segment expenses decreased by 3.8 per cent to RM24.9 million in 2Q2022 compared to RM25.9 million in 1Q2022 mainly due to lower staff costs in 2Q2022.

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

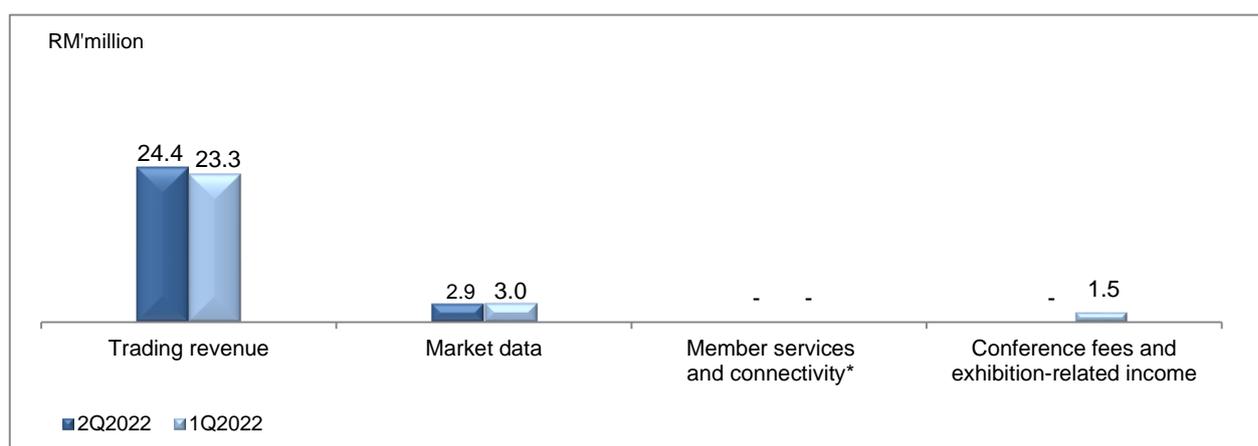
24. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER (CONT'D)

Derivatives Market

The Derivatives Market recorded a segment profit of RM16.1 million in 2Q2022, an increase of 25.6 per cent from RM12.9 million in 1Q2022 mainly due to lower operating expenses in 2Q2022.

(i) Operating Revenue

The Derivatives Market's operating revenue for 2Q2022 was RM27.4 million, a decrease of 1.6 per cent from RM27.8 million in 1Q2022. Details by revenue category are shown in the chart below:



* Member services and connectivity fees income was below RM0.1 million for both 2Q2022 and 1Q2022.

- > Trading revenue increased by 4.6 per cent to RM24.4 million in 2Q2022 from RM23.3 million in 1Q2022 mainly due to higher collateral management fees earned in 2Q2022.
- > Conference fees and exhibition-related income earned in 1Q2022 is in respect of the resumption of the physical POC 2022 which was held in March 2022.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	2Q2022	1Q2022	Changes (%)
FCPO contracts	3,866,393	4,023,954	(3.9)
FKLI contracts	674,318	689,664	(2.2)
Other contracts	7,144	14,646	(51.2)
Total contracts	4,547,855	4,728,264	(3.8)
Average daily number of contracts traded	77,082	77,513	(0.6)
Average number of open interest positions	250,418	245,289	2.1
Number of trading days	59	61	-2 days

(ii) Operating Expenses

Segment expenses decreased by 24.3 per cent to RM11.6 million in 2Q2022 compared to RM15.3 million in 1Q2022 mainly due to the POC expenses incurred in 1Q2022.

**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 lower segment loss of RM0.9 million in 2Q2022 compared to RM3.8 million in 1Q2022 mainly due to lower staff costs in 2Q2022.

Others

This segment profit decreased by 2.7 per cent to RM2.0 million in 2Q2022 compared to RM2.1 million in 1Q2022.

Overheads

Overheads increased by 25.3 per cent to RM28.1 million in 2Q2022 compared to RM22.5 million in 1Q2022 mainly due to higher consultancy fees incurred in 2Q2022.

**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 2022 Global Economic Prospects report, lowered its 2022 global gross domestic product (“GDP”) growth projection to 2.9% from an earlier projection of 4.1% in January 2022 following the spillovers from the Russian-Ukraine conflict and its global effects on commodity markets, supply chains, inflation and financial conditions. The International Monetary Fund, in its July 2022 World Economic Outlook report, lowered its April 2022 global and Malaysia’s growth projections for 2022 to 3.2% from 3.6% and 5.1% from 5.6%, respectively. However, the World Bank maintained Malaysia’s economic growth projection for 2022 at 5.5%, driven mainly by a robust rebound in consumption demand. In May 2022, Bank Negara Malaysia reported that the Malaysian economy grew by 5.0% in 1Q2022 as domestic activities improved while external trade remained strong. The growth outlook is expected to improve further, subject to significant downside risks such as weaker-than-expected global growth, further escalation of geopolitical conflicts, worsening supply chain disruptions, adverse developments surrounding the COVID-19 pandemic and heightened financial market volatility.

The Securities Market continues to be influenced by the ongoing domestic and global developments and is expected to remain volatile. The trading volumes in the second quarter of 2022 had normalised towards the pre-pandemic levels as the economy reopens under the endemic phase of COVID-19. The Exchange expects the number of listings to remain strong in the second half of 2022 and will continue to enhance the attractiveness of the existing listed issuers through its Public Listed Companies Transformation Programme.

In the Derivatives Market, trading activities of the FCPO and FKL1 continue to be influenced by external factors such as Indonesia’s policies on palm oils, high crude oil prices, increase in the overnight interest rate and the weakening of the Malaysian Ringgit. Nonetheless, the Exchange will continue to enhance the Malaysian derivatives market through initiatives such as the extension of the trading hours and new product offerings to maintain its attractiveness.

As for the Islamic Markets, the Exchange continues its focus on developing new Shariah-compliant products such as the Digital Gold Dinar, in line with the Sustainable and Responsible Investment (“SRI”) and Environmental Social Governance (“ESG”) agenda to meet the demands of investors as well as creating a conducive Islamic capital market ecosystem. The Exchange is developing the Shariah-compliant Voluntary Carbon Market (“VCM”), whereby an auction process will be used to launch new carbon credit products and facilitate initial price discovery for VCM. BSAS trading activity is expected to sustain its momentum through its ongoing engagements with existing and potential participants.

The Exchange is also engaging various stakeholders in developing a new fixed income product in its efforts to enhance the breadth and depth of the ecosystem. Taking into consideration the challenging and competitive environment, the Exchange expects to register a moderate performance as compared to the preceding year.

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

26. INCOME TAX EXPENSE AND ZAKAT

	Quarter Ended			Year-To-Date Ended		
	30.06.2022 RM'000	30.06.2021 RM'000	Changes %	30.06.2022 RM'000	30.06.2021 RM'000	Changes %
Income tax	23,081	31,788	(27.4)	47,119	74,919	(37.1)
Deferred tax	(1,600)	(1,476)	8.4	(1,090)	(3,226)	(66.2)
Total income tax expense	21,481	30,312	(29.1)	46,029	71,693	(35.8)
Zakat	110	-	100.0	230	-	100.0
Total income tax expense and zakat	21,591	30,312	(28.8)	46,259	71,693	(35.5)

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the current and previous corresponding periods. A one-off special windfall tax known as "Cukai Makmur" was introduced in the Malaysian Budget 2022, whereby companies with chargeable income above RM100 million will be taxed at a rate of 33% and for income below or equal to RM100 million will be taxed at the statutory tax rate of 24% for year of assessment 2022.

The effective tax rate of the Group for the current period and previous corresponding periods were higher than the statutory tax rates of the respective periods principally due to the effects of certain expenses being not deductible for tax purposes, and the potential "Cukai Makmur" for the current period for two subsidiaries within the Group.

27. TRADE RECEIVABLES

	As at 30.06.2022 RM'000	As at 31.12.2021 RM'000
Trade receivables	56,016	49,779
Less: Allowance for impairment losses	(2,382)	(1,681)
	53,634	48,098

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

	As at 30.06.2022 RM'000	As at 31.12.2021 RM'000
Not past due and not credit impaired	43,054	41,351
Past due and not credit impaired:		
< 30 days	4,463	3,805
31 - 60 days	3,675	1,903
61 - 90 days	516	772
91 - 180 days	2,026	89
> 181 days	741	766
Credit impaired	1,541	1,093
Trade receivables (gross)	56,016	49,779
Less: Allowance for impairment losses	(2,382)	(1,681)
	53,634	48,098

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:

	30.06.2022	30.06.2021
Interim dividend		
Interim dividend per share (single-tier)	15.0 sen	24.0 sen
For financial year ending/ended	31 December 2022	31 December 2021
Approved and declared on	28 July 2022	28 July 2021
Entitlement to dividends based on		
record of depositors as at	12 August 2022	18 August 2021
Date payable	26 August 2022	27 August 2021

32. BASIC EARNINGS PER SHARE ("EPS")

	Quarter Ended		Year-To-Date Ended	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
Profit attributable to the owners of the Company (RM'000)	59,471	88,969	127,437	210,361
Weighted average number of ordinary shares in issue ('000)	809,299	809,275	809,299	809,152
Basic EPS (sen)	7.3	11.0	15.7	26.0

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

Net assets per share as at 30 June 2022 stood at RM1.00, a decrease of 1.0% compared to RM1.01 as at 31 December 2021 mainly due to the distribution of final dividend for the financial year 2021 in the year-to-date ended 30 June 2022.

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

34. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2021 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 2022 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 2022.