



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

CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2012

19 October 2012

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

CONDENSED CONSOLIDATED INCOME STATEMENT
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2012

RM'000	Note	3 months ended		9 months ended	
		30.09.2012	30.09.2011	30.09.2012	30.09.2011
		Reviewed	Unaudited	Reviewed	Reviewed
Operating revenue	8	96,670	96,133	293,933	296,515
Other income	9	9,542	11,176	28,755	27,958
		106,212	107,309	322,688	324,473
Staff costs		(25,451)	(27,946)	(75,232)	(79,012)
Depreciation and amortisation		(8,524)	(9,684)	(25,237)	(29,513)
Other operating expenses	10	(17,763)	(15,492)	(56,166)	(54,144)
Profit before tax		54,474	54,187	166,053	161,804
Income tax expense	25	(15,865)	(14,669)	(45,654)	(43,372)
Profit for the period		38,609	39,518	120,399	118,432
Profit attributable to:					
Owners of the Company		37,035	38,619	115,750	114,823
Non-controlling interest		1,574	899	4,649	3,609
		38,609	39,518	120,399	118,432
Earnings per share (EPS) attributable to owners of the Company (sen):					
Basic EPS	31(a)	7.0	7.3	21.8	21.6
Diluted EPS	31(b)	6.9	7.3	21.7	21.6

The above condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2012

RM'000	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
	Reviewed	Unaudited	Reviewed	Reviewed
Profit for the period	38,609	39,518	120,399	118,432
Foreign currency translation	(85)	177	(92)	78
Net fair value changes in available-for-sale (AFS) financial assets	1,520	(7,184)	8,035	(15,572)
Income tax relating to AFS financial assets	27	(55)	2	(57)
Total comprehensive income	40,071	32,456	128,344	102,881
Total comprehensive income attributable to:				
Owners of the Company	38,497	31,557	123,695	99,280
Non-controlling interest	1,574	899	4,649	3,601
	40,071	32,456	128,344	102,881

The above condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

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

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2012

RM'000	Note	As at 30.09.2012 Reviewed	As at 31.12.2011 Audited and restated*	As at 01.01.2011 Restated
ASSETS				
Property, plant and equipment		210,998	218,397	231,104
Computer software		56,455	59,614	73,056
Goodwill		42,957	42,957	42,957
Investment securities	16	121,642	93,371	110,404
Staff loans receivable		9,931	11,678	13,805
Deferred tax assets		1,050	1,034	1,023
Non-current Assets		443,033	427,051	472,349
Trade receivables		32,310	27,870	33,526
Other receivables		14,058	12,932	10,197
Tax recoverable		2,641	388	4,586
Investment securities	16	47,945	33,441	27,335
Cash and bank balances not belonging to the Group	14	854,768	671,880	710,323
Cash and bank balances of the Group	15	450,759	499,943	449,938
Current Assets		1,402,481	1,246,454	1,235,905
TOTAL ASSETS		1,845,514	1,673,505	1,708,254
EQUITY AND LIABILITIES				
Share capital		266,012	265,800	265,700
Share premium		90,505	87,553	86,101
Other reserves		34,101	25,429	40,147
Retained earnings	26	456,398	481,611	460,356
Equity attributable to owners of the Company		847,016	860,393	852,304
Non-controlling interests		14,131	14,232	11,266
Total Equity		861,147	874,625	863,570
Retirement benefit obligations		24,173	24,311	22,825
Deferred capital grants	12	10,414	11,850	10,986
Deferred tax liabilities		9,493	9,886	18,349
Non-current Liabilities		44,080	46,047	52,160
Trade payables	14	786,448	636,166	676,576
Clearing Funds' contributions	14	35,862	34,485	33,543
Other payables		105,540	67,330	68,916
Tax payable		12,437	14,852	13,489
Current Liabilities		940,287	752,833	792,524
Total Liabilities		984,367	798,880	844,684
TOTAL EQUITY AND LIABILITIES		1,845,514	1,673,505	1,708,254
Net assets per share attributable to owners of the Company (RM)		1.59	1.62	1.60

* Upon the adoption of the MFRS framework, the consolidated statement of financial position as at 31 December 2011 has been restated and audited.

The above condensed consolidated statements of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

RM'000	Attributable to owners of the Company									Non-controlling interests	Total equity	
	Non-distributable					Distributable						
	Share capital	Share premium	Capital reserve	Capital redemption reserve	AFS reserve	Foreign currency translation reserve	Share grant reserve	Clearing Fund reserves	Retained earnings	Total		
At 1 January 2011 (restated)	265,700	86,101	13,900	5,250	(9,003)	-	-	30,000	460,356	852,304	11,266	863,570
Total comprehensive income for the period	-	-	-	-	(15,621)	78	-	-	114,823	99,280	3,601	102,881
Transactions with owners:												
Issuance of ordinary shares pursuant to Share Grant Plan (SGP)	100	1,452	-	-	-	-	-	-	-	1,552	-	1,552
SGP expense	-	-	-	-	-	-	628	-	-	628	-	628
Dividends paid (Note 7)	-	-	-	-	-	-	-	-	(124,905)	(124,905)	-	(124,905)
Dividends paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	(2,200)	(2,200)
At 30 September 2011 (restated)	265,800	87,553	13,900	5,250	(24,624)	78	628	30,000	450,274	828,859	12,667	841,526
At 1 January 2012 (restated)	265,800	87,553	13,900	5,250	(24,776)	59	996	30,000	481,611	860,393	14,232	874,625
Total comprehensive income for the period	-	-	-	-	8,037	(92)	-	-	115,750	123,695	4,649	128,344
Transactions with owners:												
Issuance of ordinary shares pursuant to SGP	212	2,952	-	-	-	-	(3,164)	-	-	-	-	-
SGP expense	-	-	-	-	-	-	3,891	-	-	3,891	-	3,891
Dividends paid (Note 7)	-	-	-	-	-	-	-	-	(140,963)	(140,963)	-	(140,963)
Dividends paid to non-controlling interest	-	-	-	-	-	-	-	-	-	-	(4,750)	(4,750)
	-	-	-	-	-	-	-	-	-	-	(4,750)	(4,750)
At 30 September 2012	266,012	90,505	13,900	5,250	(16,739)	(33)	1,723	30,000	456,398	847,016	14,131	861,147

Note a

Note a

Included in non-controlling interests of the Group at 30 September 2012 are 84 non-cumulative preference shares of RM1 each in Bursa Malaysia Derivatives Berhad (Bursa Malaysia Derivatives), a subsidiary, for registration as Trading Participants, at a subscription price determined by Bursa Malaysia Derivatives. The preference shareholders are not entitled to a refund of any part of the premium paid for the preference shares.

The above condensed consolidated statements of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012

RM'000	Note	9 months ended	
		30.09.2012	30.09.2011
		Reviewed	Reviewed
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before tax		166,053	161,804
Adjustments for:			
Amortisation of premium less accretion of discount		527	49
Dividend income from investment securities		(1,604)	(691)
Depreciation and amortisation		25,237	29,513
Grant income	12	(1,436)	(2,017)
Interest income	9	(17,344)	(15,632)
Net gain on disposal of investment securities	9	(257)	(238)
Net impairment loss/(reversal) on trade and other receivables	10	1,297	(4)
Net loss on disposal of property, plant and equipment		-	12
Property, plant and equipment and computer software written off		-	836
Provision for short term accumulating compensated unutilised leave		-	63
Retirement benefit obligations		1,930	1,156
SGP expense		3,891	2,181
Unrealised gain on foreign exchange differences		(89)	-
Operating profit before working capital changes		178,205	177,032
(Increase)/decrease in receivables		(4,864)	4,159
Increase in payables		7,707	2,454
Cash generated from operations		181,048	183,645
Staff loans repaid, net of disbursements		2,249	2,237
Retirement benefits paid		(2,069)	(56)
Taxes paid, net of refunds		(50,728)	(30,741)
Net cash generated from operating activities		130,500	155,085

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012 (CONT'D.)

RM'000	Note	9 months ended	
		30.09.2012	30.09.2011
		Reviewed	Reviewed
CASH FLOWS FROM INVESTING ACTIVITIES			
Decrease/(increase) in other deposits		43,879	(24,496)
Interest received		14,820	13,491
Proceeds from disposal of investment securities		52,641	65,188
Proceeds from disposal of property, plant and equipment and computer software		-	120
Purchases of investment securities		(87,502)	(80,191)
Purchases of property, plant and equipment and computer software		(15,306)	(11,776)
Net cash generated from/(used in) investing activities		8,532	(37,664)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividends paid	7	(140,963)	(124,905)
Dividends paid by a subsidiary to non-controlling interest		(4,750)	(2,200)
Dividends received		1,476	603
Grant received		-	3,500
Net cash used in financing activities		(144,237)	(123,002)
Net decrease in cash and cash equivalents		(5,205)	(5,581)
Effect of exchange rate changes on cash and cash equivalents		(100)	85
Cash and cash equivalents at beginning of year	15	155,343	139,556
Cash and cash equivalents at end of period (Note A)	15	150,038	134,060

The above condensed consolidated statements of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

BURSA MALAYSIA BERHAD (30632-P)
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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2012 (CONT'D.)

NOTE A

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

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

RM'000	As at 30.09.2012	As at 30.09.2011
Bursa Malaysia Securities Clearing Sdn. Bhd.'s (Bursa Malaysia Securities Clearing) appropriation to the Clearing Guarantee Fund (CGF)	25,000	25,000
Bursa Malaysia Derivatives Clearing Berhad's (Bursa Malaysia Derivatives Clearing) appropriation to the Derivatives Clearing Fund (DCF)	5,000	5,000
	30,000	30,000

- (ii) An amount of RM7,233,000 (30.09.2011: RM7,772,000) has been set aside to meet or secure the claims of creditors and certain lease payments pursuant to the High Court order issued in relation to the reduction of capital of the Company on 27 January 2005.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. FIRST-TIME ADOPTION OF MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS)

This condensed consolidated interim financial statements (Condensed Report) have been prepared in accordance with *MFRS 134: Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. This Condensed Report also complies with *IAS 34: Interim Financial Reporting* issued by the International Accounting Standards Board (IASB). For the periods up to and including the year ended 31 December 2011, the Group prepared its financial statements in accordance with Financial Reporting Standards (FRS).

This Condensed Report is the Group's first MFRS compliant Condensed Report for the nine months ended 30 September 2012 and hence *MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards* (MFRS 1) has been applied.

The MFRS are effective for the Group from 1 January 2012 and the date of transition to the MFRS framework for the purpose of the first MFRS compliant Condensed Report is 1 January 2011. At that transition date, the Group reviewed its accounting policies and considered the transitional opportunities under MFRS 1. The impact of the transition from FRS to MFRS is described in Note 2.1 below.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Application of MFRS 1

The audited financial statements of the Group for the year ended 31 December 2011 were prepared in accordance with FRS. As the requirements under FRS and MFRS are similar, the significant accounting policies adopted in preparing this Condensed Report are consistent with those of the audited financial statements for the year ended 31 December 2011 except as discussed below:

(a) Definition of Cash and Cash Equivalents

Under FRS, the Group defined all its cash on hand and at banks and short term deposits as cash and cash equivalents where they are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value.

Upon transition to MFRS, the Group redefined its cash and cash equivalents to mean cash on hand and at banks and short term deposits for purposes of meeting short term funding requirements. The comparative information for the relevant periods in the condensed consolidated statements of cash flow has been restated accordingly.

RM'000	FRS for period ended 30.09.2011	Reclassifications	MFRS for period ended 30.09.2011
Decrease in other deposits	-	(24,496)	(24,496)
Net cash used in investing activities	(13,168)	(24,496)	(37,664)
Cash and cash equivalents at end of period	468,816	(334,756)	134,060

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

2.1 Application of MFRS 1 (Cont'd.)

(b) Foreign currency translation reserve

Under FRS, the Group recognised translation differences on foreign operations as a separate component of equity. Cumulative foreign currency translation differences for all foreign operations are deemed to be nil as at the date of transition to MFRS.

Accordingly, at the date of transition to MFRS, the cumulative foreign currency translation differences of RM1,294,000 (30 September 2011: RM1,294,000; 31 December 2011: RM1,294,000) were adjusted to retained earnings.

The reconciliations of equity for comparative periods and of equity at the date of transition reported under FRS to those reported for those periods and at the date of transition under MFRS are provided below:

Reconciliation of equity as at 1 January 2011

RM'000	FRS as at 01.01.2011	Reclassifications	MFRS as at 01.01.2011
Equity			
Foreign currency translation reserve	(1,294)	1,294	-
Retained earnings	461,650	(1,294)	460,356

Reconciliation of equity as at 30 September 2011

RM'000	FRS as at 30.09.2011	Reclassifications	MFRS as at 30.09.2011
Equity			
Foreign currency translation reserve	(1,216)	1,294	78
Retained earnings	451,568	(1,294)	450,274

Reconciliation of equity as at 31 December 2011

RM'000	FRS as at 31.12.2011	Reclassifications	MFRS as at 31.12.2011
Equity			
Foreign currency translation reserve	(1,235)	1,294	59
Retained earnings	482,905	(1,294)	481,611

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D.)

2.2 MFRS, Amendments to MFRS and IC Interpretation issued but not yet effective

At the date of authorisation of these interim financial statements, the following MFRS, Amendments to MFRS and IC Interpretation were issued but not yet effective and have not been applied by the Group:

MFRS, Amendments to MFRS and IC Interpretation	Effective for annual periods beginning on or after	
MFRS 9	Financial Instruments (IFRS 9 issued by IASB in November 2009 and October 2010)	1 January 2015
MFRS 10	Consolidated Financial Statements	1 January 2013
MFRS 11	Joint Arrangements	1 January 2013
MFRS 12	Disclosure of Interests in Other Entities	1 January 2013
MFRS 13	Fair Value Measurement	1 January 2013
MFRS 119	Employee Benefits	1 January 2013
MFRS 127	Separate Financial Statements	1 January 2013
MFRS 128	Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 1	Government Loans	1 January 2013
Amendments to MFRS 7	Disclosures - Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101	Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2013

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

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

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

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the quarter and nine months ended 30 September 2012.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that had any material effect on the quarter and nine months ended 30 September 2012.

6. DEBT AND EQUITY SECURITIES

There were no issuances, repurchases and repayments of debt and equity securities during the quarter and nine months ended 30 September 2012 other than the following:

- (i) During the previous quarter, the Company issued 250,000 new ordinary shares of RM0.50 each pursuant to the SGP.
- (ii) During the current quarter, the Company issued 174,700 new ordinary shares of RM0.50 each pursuant to the SGP.

7. DIVIDENDS PAID

The following dividend was paid during the current and previous corresponding quarter:

	30.09.2012	30.09.2011
Interim dividend for the financial year	31 December 2012	31 December 2011
Approved and declared on	18 July 2012	19 July 2011
Date paid	15 August 2012	16 August 2011
Number of ordinary shares on which dividends were paid ('000)	532,024	531,599
Dividend per share (single-tier)	13.5 sen	13.0 sen
Net dividend paid (RM'000)	71,823	69,108
Final dividend for the financial year	31 December 2011	31 December 2010
Approved and declared on	29 March 2012	14 April 2011
Date paid	17 April 2012	4 May 2011
Number of ordinary shares on which dividends were paid ('000)	531,849	531,399
Dividend per share (single-tier)	13.0 sen	10.5 sen
Net dividend paid (RM'000)	69,140	55,797

BURSA MALAYSIA BERHAD (30632-P)
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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. OPERATING REVENUE

RM'000	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Securities clearing fees	35,893	39,916	111,850	126,241
Securities trade fees	4,866	5,369	14,831	16,718
Institutional Settlement Service (ISS) fees	3,371	3,447	10,069	9,294
Buying-in commission	237	149	565	420
Trading revenue from securities market	44,367	48,881	137,315	152,673
Derivatives clearing fees	3,333	2,933	9,122	8,600
Derivatives trade fees	9,461	8,877	26,788	25,627
Other derivatives trading revenue	1,612	1,588	4,662	4,461
Trading revenue from derivatives market	14,406	13,398	40,572	38,688
Total trading revenue	58,773	62,279	177,887	191,361
Listing fees	10,146	10,118	31,605	29,398
Depository services	9,370	8,570	26,522	25,165
Information services	6,620	4,841	17,910	14,510
Broker services	3,018	2,956	9,107	8,757
Access fees	2,617	1,852	7,776	5,530
Participants' fees	688	666	2,062	2,235
Total stable revenue	32,459	29,003	94,982	85,595
Other operating revenue	5,438	4,851	21,064	19,559
Total operating revenue	96,670	96,133	293,933	296,515

9. OTHER INCOME

RM'000	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Rental income	1,559	1,557	4,672	4,640
Interest income from:				
- Investments	5,577	5,422	17,011	15,216
- Others	104	137	333	416
Net gain on disposal of investment securities	19	56	257	238
Fines	1,139	2,739	2,375	3,715
Dividend income	355	242	1,604	691
Miscellaneous income	789	1,023	2,503	3,042
Total other income	9,542	11,176	28,755	27,958

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

10. OTHER OPERATING EXPENSES

RM'000	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Marketing and business development	1,894	995	7,722	8,167
Technology charges:				
- Information technology maintenance	4,354	3,780	12,191	11,722
- Service fees	3,363	2,897	9,400	8,624
CDS consumables	785	1,073	2,360	3,256
Professional fees	1,124	154	4,147	1,414
Building management costs	2,443	2,666	7,714	7,701
Administrative expenses	1,616	1,943	5,359	5,538
Net (reversal)/impairment loss on trade and other receivables	(65)	(305)	1,297	(4)
Net foreign exchange loss	14	133	29	153
Miscellaneous expenses	2,235	2,156	5,947	7,573
Total other operating expenses	17,763	15,492	56,166	54,144

BURSA MALAYSIA BERHAD (30632-P)
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PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

11. SEGMENTAL INFORMATION

RM'000	Securities market	Derivatives market	Holding company	Others	Consolidated
RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2012					
Operating revenue	74,318	18,313	3,018	1,021	96,670
Other income	3,443	740	4,934	425	9,542
Direct costs	(21,835)	(8,410)	(4,780)	(2,574)	(37,599)
Segment profit/(loss)	55,926	10,643	3,172	(1,128)	68,613
Overheads					(14,139)
Profit before tax	55,926	10,643	3,172	(1,128)	54,474

RESULTS FOR 3 MONTHS ENDED 30 SEPTEMBER 2011					
Operating revenue	75,838	16,751	2,959	585	96,133
Other income	5,284	847	4,635	410	11,176
Direct costs	(23,151)	(8,905)	(4,181)	(3,061)	(39,298)
Segment profit/(loss)	57,971	8,693	3,413	(2,066)	68,011
Overheads					(13,824)
Profit before tax	57,971	8,693	3,413	(2,066)	54,187

RESULTS FOR 9 MONTHS ENDED 30 SEPTEMBER 2012					
Operating revenue	225,196	56,960	9,107	2,670	293,933
Other income	10,006	2,044	15,442	1,263	28,755
Direct costs	(62,139)	(27,335)	(18,917)	(7,178)	(115,569)
Segment profit/(loss)	173,063	31,669	5,632	(3,245)	207,119
Overheads					(41,066)
Profit before tax	173,063	31,669	5,632	(3,245)	166,053

RESULTS FOR 9 MONTHS ENDED 30 SEPTEMBER 2011					
Operating revenue	232,801	53,386	8,757	1,571	296,515
Other income	11,147	2,467	13,122	1,222	27,958
Direct costs	(69,672)	(27,760)	(13,438)	(9,317)	(120,187)
Segment profit/(loss)	174,276	28,093	8,441	(6,524)	204,286
Overheads					(42,482)
Profit before tax	174,276	28,093	8,441	(6,524)	161,804

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

11. SEGMENTAL INFORMATION (CONT'D.)

RM'000	Securities market	Derivatives market	Holding company	Others	Consolidated
ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2012					
Assets that belong to the Group	373,600	123,767	454,977	34,711	987,055
Assets that do not belong to the Group	64,280	790,488	-	-	854,768
Segment assets	437,880	914,255	454,977	34,711	1,841,823
Unallocated corporate assets					3,691
Total assets	437,880	914,255	454,977	34,711	1,845,514
Liabilities that belong to the Group	27,462	11,555	36,510	32,142	107,669
Liabilities that do not belong to the Group	64,280	790,488	-	-	854,768
Segment liabilities	91,742	802,043	36,510	32,142	962,437
Unallocated corporate liabilities					21,930
Total liabilities	91,742	802,043	36,510	32,142	984,367

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

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

12. DEFERRED CAPITAL GRANTS

RM'000

At 1 January 2012	11,850
Grant income	(1,436)
At 30 September 2012	10,414

13. RELATED PARTY DISCLOSURES

Significant related party transactions are as follows:

RM'000	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Administration fee income from Securities Compensation Fund, a fund managed by Bursa Malaysia Berhad	235	229	699	681
Administration fee income from Derivatives Fidelity Fund, a fund managed by Bursa Malaysia Derivatives Berhad	30	30	90	90

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

14. CASH AND BANK BALANCES NOT BELONGING TO THE GROUP

RM'000	As at 30.09.2012
Trade margins, collaterals and security deposits	766,962
Securities Borrowing and Lending collaterals	19,486
Trade payables	786,448
DCF contributions	23,526
CGF contributions	12,336
Clearing Funds' contributions	35,862
Cash received for eDividend distributions (included within Other Payables)	32,458
Total cash and bank balances not belonging to the Group	854,768

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

14. CASH AND BANK BALANCES NOT BELONGING TO THE GROUP (CONT'D.)

The amount of non-cash collaterals and contributions held by the Group not included in the consolidated statement of financial position as at 30 September 2012 comprise the following:

RM'000	As at 30.09.2012
Collaterals in the form of letters of credit	429,500
Collaterals in the form of shares	132
Contributions to the CGF in the form of bank guarantees	5,539
	435,171

15. CASH AND BANK BALANCES OF THE GROUP

RM'000	As at 30.09.2012	As at 31.12.2011	As at 01.01.2011
Cash and bank balances	6,654	3,768	7,512
Deposits for short-term funding requirements	143,384	151,575	132,044
Cash and cash equivalents	150,038	155,343	139,556
Other deposits	300,721	344,600	310,382
Total cash and bank balances of the Group	450,759	499,943	449,938

16. INVESTMENT SECURITIES

The Group's investment securities comprise AFS and Held-To-Maturity (HTM) financial assets. AFS financial assets comprise quoted shares and unquoted bonds while HTM financial assets comprise commercial papers.

17. CAPITAL COMMITMENTS

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

RM'000	Approved and contracted for	Approved but not contracted for
Computers and office automation	7,450	42,877

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

18. CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets and no changes in the contingent liability since 31 December 2011.

19. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the quarter and nine months ended 30 September 2012.

20. OPERATING LEASE ARRANGEMENTS

(a) As Lessee - for the lease of land

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

RM'000	As at 30.09.2012
Not later than 1 year	539
Later than 1 year and not later than 5 years	2,155
Later than 5 years	40,253
Total future minimum lease payments	42,947

(b) As Lessor - for building rental

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

RM'000	As at 30.09.2012
Not later than 1 year	4,228
Later than 1 year and not later than 2 years	86
Later than 2 years and not later than 5 years	38
Total future minimum lease receivables	4,352

21. EVENTS AFTER THE REPORTING PERIOD

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

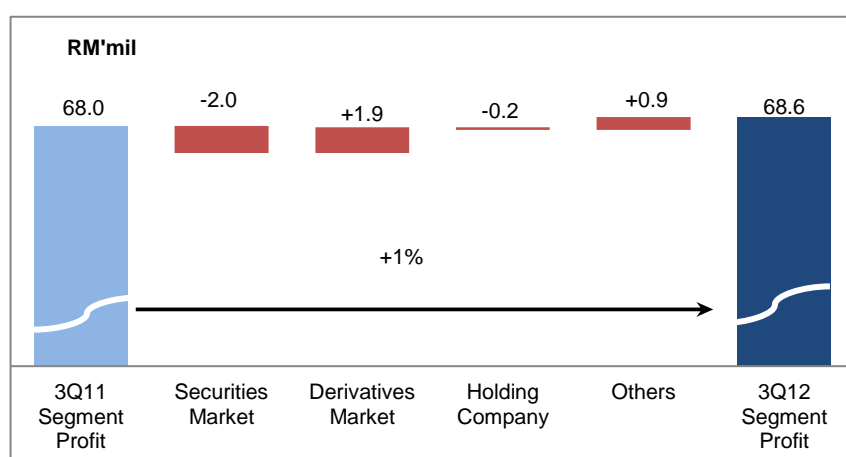
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

22. OPERATING SEGMENTS REVIEW

(a) 3Q12 vs. 3Q11

Profit before tax (PBT) for the quarter ended 30 September 2012 (3Q12) was RM54.5 million, a marginal increase of 0.5 per cent from RM54.2 million in the quarter ended 30 September 2011 (3Q11). PBT is made up of segment profits less overheads (as depicted in Note 11).

Total segment profit for 3Q12 was RM68.6 million, a marginal increase of 1 per cent from RM68.0 million in 3Q11. The quarter movements in the segment profits are depicted in the graph below:



Securities Market

The securities market recorded a segment profit of RM55.9 million in 3Q12, a decrease of 4 per cent compared to RM58.0 million in 3Q11. The lower profit in 3Q12 was mainly a result of lower trades and higher costs.

(i) Operating Revenue

Securities market operating revenue comprises mainly trading revenue, listing fees, depository revenue, information sales, access fees and perusal and processing fees. Operating revenue for 3Q12 was RM74.3 million, representing a decrease of 2 percent compared to RM75.8 million in 3Q11. The decrease came mainly from trading revenue, as shown in the chart below:

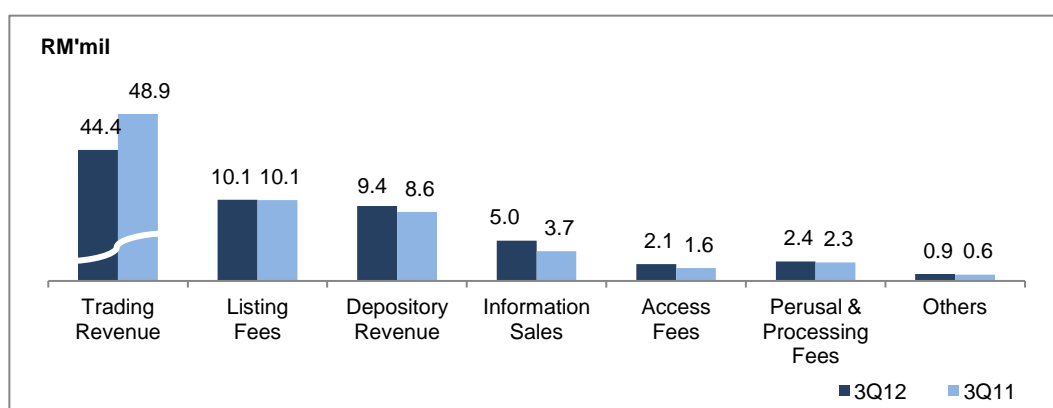
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(a) 3Q12 vs. 3Q11 (Cont'd.)

Securities Market (Cont'd.)

(i) Operating Revenue (Cont'd.)



- > Trading revenue decreased by 9 per cent to RM44.4 million in 3Q12 compared to 3Q11. 3Q12 saw lower average daily value (ADV) for on-market trades (OMT) and direct business trades (DBT) of RM1.68 billion compared to RM1.89 billion in 3Q11.
- > Depository revenue increased by 9 per cent to RM9.4 million in 3Q12 compared to 3Q11. The higher revenue came mainly from larger IPOs in 3Q12.
- > Information sales increased by 35 per cent to RM5.0 million in 3Q12 compared to 3Q11. The higher revenue was a result of the upward revision in rates in January 2012.
- > Access fees increased by 31 per cent to RM2.1 million in 3Q12 compared to 3Q11. The increase was a result of an increase in direct market access.

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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(a) 3Q12 vs. 3Q11 (Cont'd.)

Securities Market (Cont'd.)

(i) Operating Revenue (Cont'd.)

Key operating drivers in the securities market are as follows:

		3Q12	3Q11
FBM KLCI	(points)	1,636.66	1,387.13
Average daily trading value (OMT and DBT)	(RM'billion)	1.68	1.89
Average daily trading volume (OMT and DBT)	(billion)	1.20	1.02
Effective clearing fee rate	(basis points)	2.25	2.28
Velocity	(per cent)	28	34
Number of Initial Public Offerings (IPOs)		6	9
Number of new structured warrant listings		146	92
Total funds raised:			
- IPOs	(RM'billion)	7.30	3.57
- Secondary issues	(RM'billion)	1.66	3.58
Market capitalisation at end of period	(RM'billion)	1,417.29	1,172.29

(ii) Other Income

Other income decreased by 35 per cent to RM3.4 million in 3Q12 compared to RM5.3 million in 3Q11 mainly due to lower fines income.

(iii) Expenses

Segment expenses decreased marginally by 6 per cent to RM21.8 million in 3Q12 compared to RM23.2 million in 3Q11 mainly due to fully depreciated assets and lower staff costs.

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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

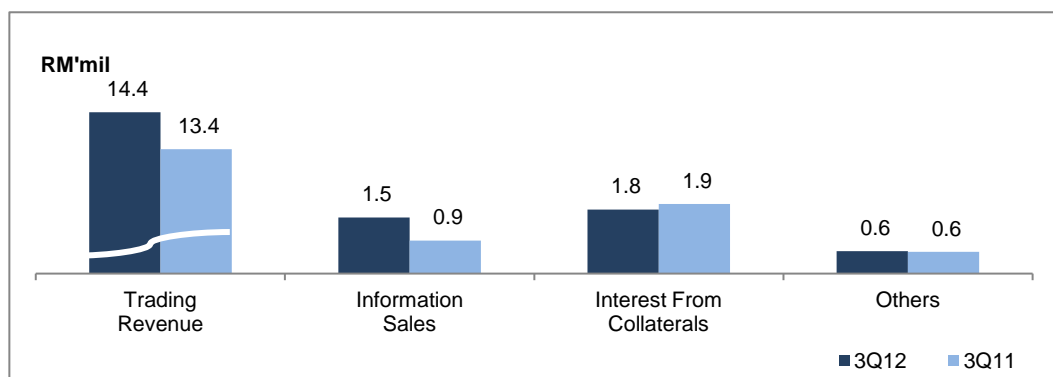
(a) 3Q12 vs. 3Q11 (Cont'd.)

Derivatives Market

The derivatives market recorded a segment profit of RM10.6 million in 3Q12, an increase of 22 per cent compared to RM8.7 million in 3Q11. The higher profit in 3Q12 was attributed to the increase in contracts traded.

(i) Operating Revenue

Derivatives market operating revenue comprises mainly trading revenue, information sales and interest from collaterals. Operating revenue for 3Q12 was RM18.3 million, representing an increase of 9 per cent compared to RM16.8 million in 3Q11. The increase mainly arose from trading revenue, as shown in the chart below:



- > Trading revenue increased by 8 per cent to RM14.4 million in 3Q12 compared to 3Q11. 2.12 million contracts were traded in 3Q11 compared to 2.58 million contracts in 3Q12.
- > Information sales increased by 67 per cent to RM1.5 million in 3Q12 compared to 3Q11. The increase was mainly a result of the upward revision in rates in January 2012.

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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(a) 3Q12 vs. 3Q11 (Cont'd.)

Derivatives Market (Cont'd.)

(i) Operating Revenue (Cont'd.)

Key operating drivers in the derivatives market are as follows:

		3Q12	3Q11
FCPO contracts	(million)	2.05	1.40
FKLI contracts	(million)	0.52	0.70
Other contracts	(million)	0.01	0.02
Total	(million)	2.58	2.12
Daily average contracts		42,234	34,169
Average number of open interests		166,155	176,103

(ii) Other Income

Other income decreased marginally to RM0.7 million in 3Q12 compared to RM0.8 million in 3Q11.

(iii) Expenses

Segment expenses decreased by 6 per cent to RM8.4 million in 3Q12 compared to RM8.9 million in 3Q11. This was mainly due to lower marketing expenses incurred in 3Q12 compared to 3Q11.

Exchange Holding Company

The exchange holding company recorded a segment profit of RM3.2 million in 3Q12, a marginal decrease compared to RM3.4 million in 3Q11.

Others

The loss in the Others segment, which is made up of our BSAS business, bonds trading and offshore exchange, improved by 45 per cent from RM2.1 million in 3Q11 to RM1.1 million in 3Q12 as a result of the following:

- > Segment revenue grew due to the increasing use of BSAS as a commodity murabahah trading platform.
- > Segment costs were lower due to lower depreciation as a result of fully depreciated assets and lower staff cost in 3Q12.

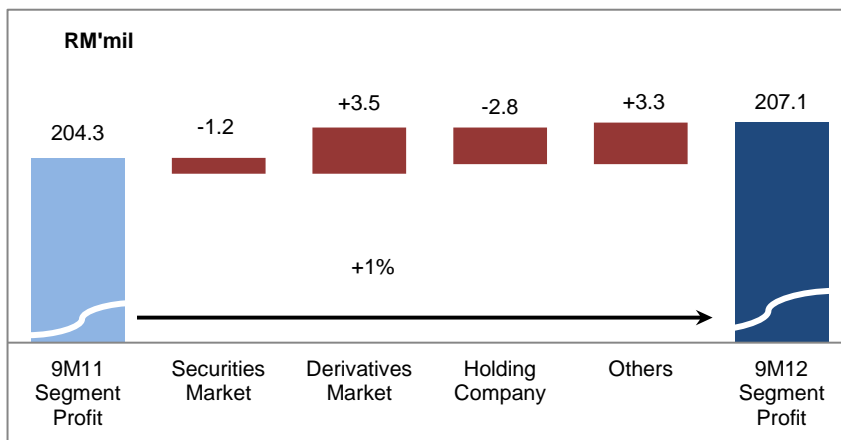
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN
MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(b) 9M12 vs. 9M11

PBT for the nine months ended 30 September 2012 (9M12) was RM166.1 million, an increase of 3 per cent from RM161.8 million in the nine months ended 30 September 2011 (9M11). PBT is made up of segment profits less overheads.

Total segment profit for 9M12 was RM207.1 million, a marginal increase of 1 per cent from RM204.3 million in 9M11. The nine months movement in the segment profits are depicted in the graph below:

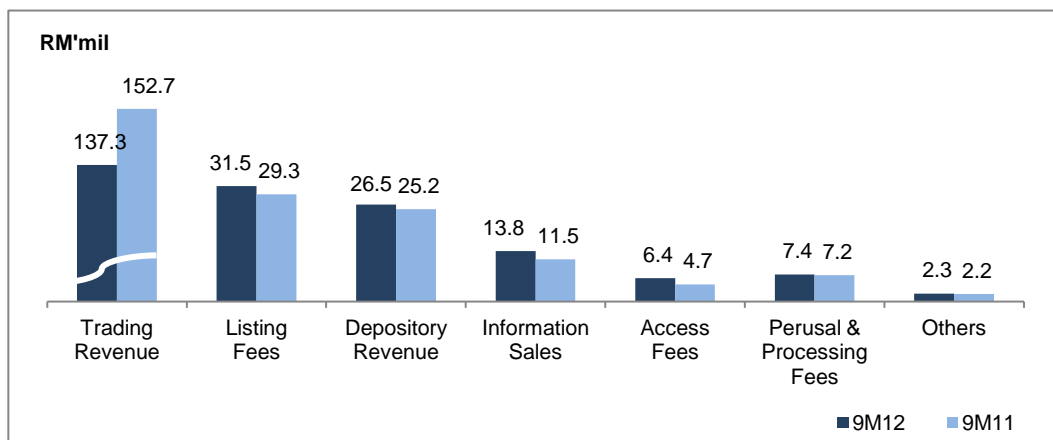


Securities Market

The securities market recorded a segment profit of RM173.1 million in 9M12 compared to RM174.3 million in 9M11. The lower profit in 9M12 was mainly a result of lower trades.

(i) Operating Revenue

Securities market operating revenue comprises mainly trading revenue, listing fees, depository revenue, information sales, access fees and perusal and processing fees. Operating revenue for 9M12 was RM225.2 million, representing a decrease of 3 per cent compared to RM232.8 million in 9M11. The decrease came mainly from trading revenue, as shown in the chart below:



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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(b) 9M12 vs. 9M11 (Cont'd.)

Securities Market (Cont'd.)

(i) Operating Revenue (Cont'd.)

- > Trading revenue decreased by 10 per cent to RM137.3 million in 9M12 compared to 9M11. 9M12 saw a lower ADV for on-market trades (OMT) and direct business trades (DBT) of RM1.72 billion compared to RM1.91 billion in 9M11.
- > Listing fees increased by 8 per cent to RM31.5 million in 9M12 compared to 9M11. The increase was mainly attributable to the higher number of new structured warrants.
- > Depository revenue increased marginally by 5 per cent to RM26.5 million in 9M12 compared to 9M11. The higher revenue in 9M12 was mainly due to larger IPOs.
- > Information sales increased by 20 per cent to RM13.8 million in 9M12 compared to 9M11. The higher revenue was a result of the upward revision in rates in January 2012.
- > Access fees increased by 36 per cent to RM6.4 million in 9M12 compared to 9M11 due to higher subscription of direct market access.

Key operating drivers in the securities market are as follows:

		9M12	9M11
FBM KLCI	(points)	1,636.66	1,387.13
Average daily trading value (OMT and DBT)	(RM'billion)	1.72	1.91
Average daily trading volume (OMT and DBT)	(billion)	1.47	1.25
Effective clearing fee rate	(basis points)	2.31	2.33
Velocity	(per cent)	30	35
Number of IPOs		14	26
Number of new structured warrant listings		413	293
Total funds raised:			
- IPOs	(RM'billion)	18.31	5.95
- Secondary issues	(RM'billion)	4.52	6.93
Market capitalisation at end of period	(RM'billion)	1,417.29	1,172.29

(ii) Other Income

Other income decreased by 10 per cent to RM10.0 million in 9M12 compared to RM11.1 million in 9M11 mainly due to lower fines income.

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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(b) 9M12 vs. 9M11 (Cont'd.)

Securities Market (Cont'd.)

(iii) Expenses

Segment expenses decreased by 11 per cent to RM62.1 million in 9M12 compared to RM69.7 million in 9M11 mainly due to the following:

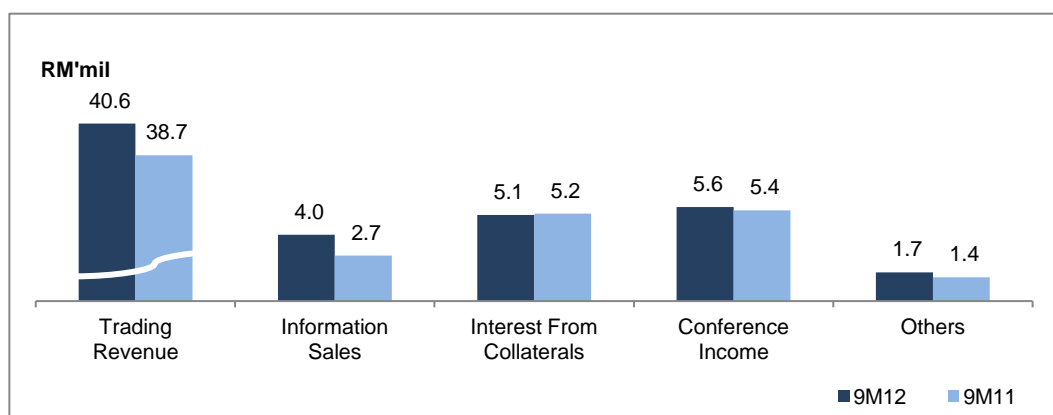
- > Lower staff costs due to a reduction in the number of employees.
- > Lower depreciation and amortisation as certain IT assets were fully depreciated.
- > A write off of computer software in 1Q11.

Derivatives Market

The derivatives market recorded a segment profit of RM31.7 million in 9M12, an increase of 13 per cent compared to RM28.1 million in 9M11. The higher profit in 9M12 was attributed to the increase in contracts traded.

(i) Operating Revenue

Derivatives market operating revenue comprises mainly trading revenue, information sales, interest from collaterals and conference income. Operating revenue for 9M12 was RM57.0 million, representing an increase of 7 per cent compared to RM53.4 million in 9M11. The increase came mainly from trading revenue, as shown in the chart below:



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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(b) 9M12 vs. 9M11 (Cont'd.)

Derivatives Market (Cont'd.)

(i) Operating Revenue (Cont'd.)

- > Trading revenue increased by 5 per cent to RM40.6 million in 9M12 compared to 9M11. 6.95 million contracts were traded in 9M12 compared to 6.32 million contracts in 9M11.
- > Information sales increased by 48 per cent to RM4.0 million in 9M12 compared to 9M11. The increase was mainly a result of the upward revision in rates in January 2012.
- > Conference income increased marginally by 4 per cent to RM5.6 million in 9M12 compared to 9M11. The increase was mainly due to a higher income from the 2012 Palm and Lauric Oil Conference (POC) held in 1Q12.

Key operating drivers in the derivatives market are as follows:

		9M12	9M11
FCPO contracts	(million)	5.25	4.38
FKLI contracts	(million)	1.66	1.85
Other contracts	(million)	0.04	0.09
Total	(million)	6.95	6.32
Daily average contracts		37,974	34,374
Average number of open interests		166,445	158,595

(ii) Other Income

Other income decreased by 17 per cent to RM2.0 million in 9M12 compared to RM2.5 million in 9M11 mainly due to lower grant income.

(iii) Expenses

Segment expenses decreased marginally by 2 per cent to RM27.3 million in 9M12 compared to RM27.8 million in 9M11. This was mainly due to lower conference expenses and foreign exchange differences. The above decrease in costs were partially offset by higher service fees charged as a result of the increase in trade volumes in 9M12 compared to 9M11.

Exchange Holding Company

The exchange holding company recorded a segment profit of RM5.6 million in 9M12, a decrease of 33 per cent compared to RM8.4 million in 9M11. The lower profit in 9M12 was mainly due to higher SGP expenses and professional fees.

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

22. OPERATING SEGMENTS REVIEW (CONT'D.)

(b) 9M12 vs. 9M11 (Cont'd.)

Others

The loss in the Others segment, which is made up of our BSAS business, bonds trading and offshore exchange, improved by 50 per cent from RM6.5 million in 9M11 to RM3.2 million in 9M12 as a result of the following:

- > Segment revenue grew due to the increasing use of BSAS as a commodity murabahah trading platform.
- > Segment costs were lower due to lower staff costs and travelling costs.

Overheads

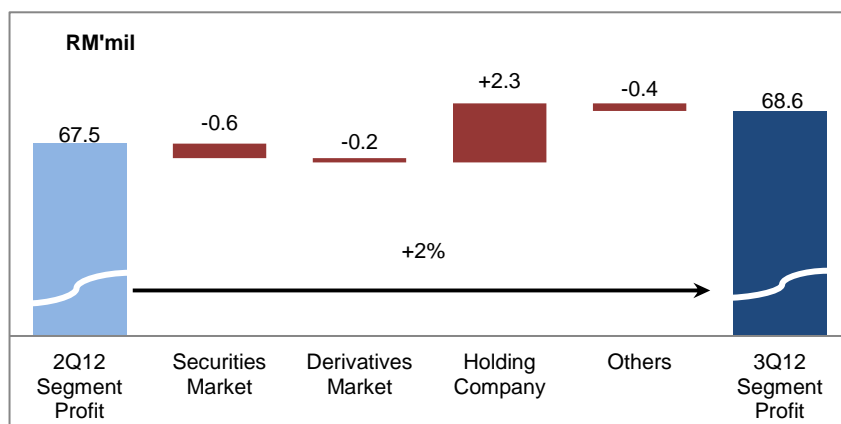
Overheads decreased by 3 per cent to RM41.1 million in 9M12 compared to RM42.5 million in 9M11 as a result of adjustment to cost allocation.

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

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

PBT for 3Q12 was RM54.5 million, an increase of 1 per cent from RM53.8 million in the quarter ended 30 June 2012 (2Q12). PBT is made up of segment profits less overheads.

Total segment profit for 3Q12 was RM68.6 million, an increase of 2 per cent from RM67.5 million in 2Q12. The quarter on quarter movements in the segment profits are depicted in the graph below:

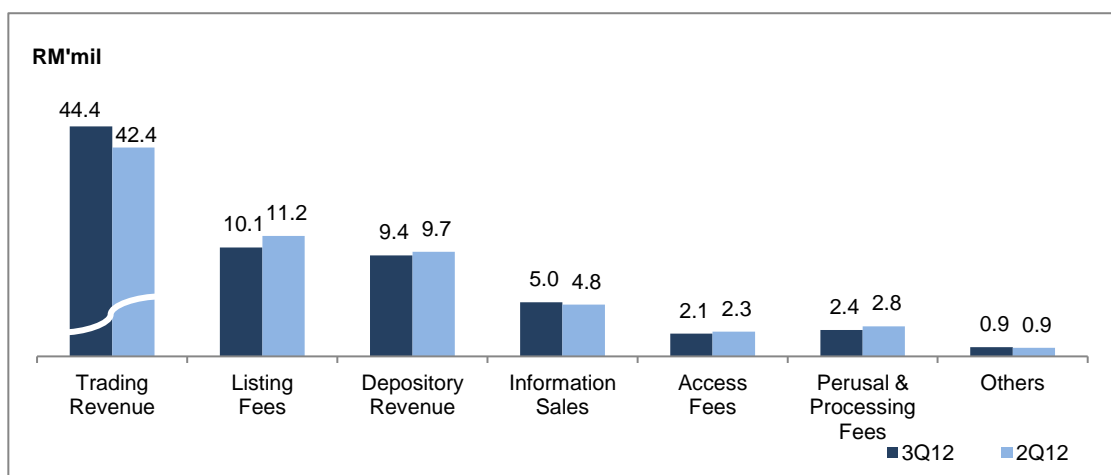


Securities Market

The securities market recorded a segment profit of RM55.9 million in 3Q12, a marginal decrease of 1 per cent compared to RM56.5 million in 2Q12. The lower profit in 2Q12 was mainly due to higher costs.

(i) Operating Revenue

Securities market operating revenue for 3Q12 was RM74.3 million, representing a marginal increase of 0.3 per cent compared to RM74.1 million in 2Q12. The marginal increase came mainly from trading revenue, as shown in the chart below:



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

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

Securities Market (Cont'd.)

(i) Operating Revenue (Cont'd.)

- > Trading revenue increased by 5 per cent to RM44.4 million in 3Q12 compared to 2Q12. 3Q12 saw a higher ADV for OMT and DBT of RM1.68 billion compared to RM1.52 billion in 2Q12.
- > Listing fees decreased by 10 per cent to RM10.1 million in 3Q12 compared to 2Q12. This was mainly attributable to lower market capitalisation of IPOs in 3Q12.
- > Perusal and processing fees decreased by 14 per cent to RM2.4 million in 3Q12 compared to 2Q12. This was due to lower perusal fees earned as a result of less corporate activities undertaken.

Key operating drivers in the securities market are as follows:

		3Q12	2Q12
FBM KLCI	(points)	1,636.66	1,599.15
Average daily trading value (OMT and DBT)	(RM'billion)	1.68	1.52
Average daily trading volume (OMT and DBT)	(billion)	1.20	1.21
Effective clearing fee rate	(basis points)	2.25	2.29
Velocity	(per cent)	28	27
Number of IPOs		6	6
Number of new structured warrant listings		146	140
Total funds raised:			
- IPOs	(RM'billion)	7.30	10.72
- Secondary issues	(RM'billion)	1.66	0.56
Market capitalisation at end of period	(RM'billion)	1,417.29	1,367.88

(ii) Other Income

Other income was fairly stable at RM3.4 million in 3Q12.

(iii) Expenses

Segment expenses increased by 5 percent to RM21.8 million in 3Q12 compared to RM20.8 million in 2Q12 mainly due to higher SGP expenses, regulation expenses and IT maintenance in 3Q12.

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

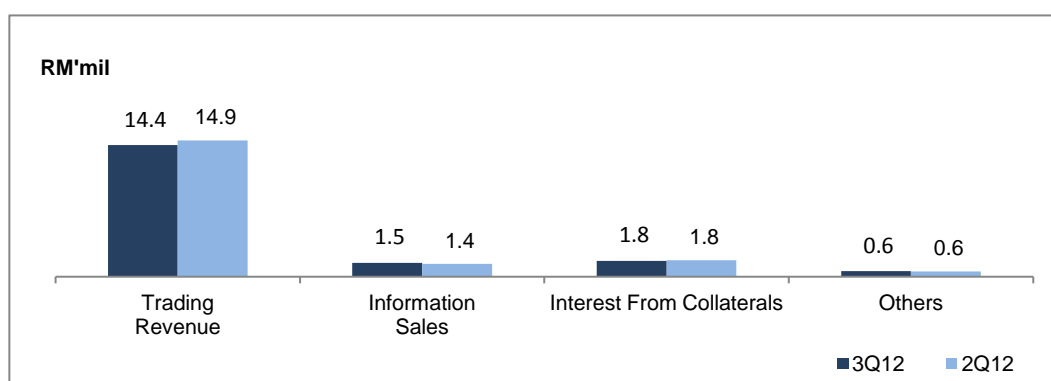
23. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH PRECEDING QUARTER (CONT'D.)

Derivatives Market

The derivatives market recorded a segment profit of RM10.6 million for 3Q12, a marginal decrease of 2 per cent compared to RM10.8 million in 2Q12.

(i) Operating Revenue

Derivatives market operating revenue for 3Q12 was RM18.3 million, representing a decrease of 2 per cent compared to RM18.7 million in 2Q12. The decrease came mainly from trading revenue, as shown in the chart below:



Key operating drivers in the derivatives market are as follows:

		3Q12	2Q12
FCPO contracts	(million)	2.05	1.90
FKLI contracts	(million)	0.52	0.63
Other contracts	(million)	0.01	0.01
Total	(million)	2.58	2.54
Daily average contracts		42,234	40,367
Average number of open interests		166,155	160,899

(ii) Other Income

Other income increased by 27 per cent to RM0.7 million in 3Q12 compared to 2Q12.

(iii) Expenses

Segment expenses marginal decreased by 0.4 per cent to RM8.4 million in 3Q12 compared to 2Q12.

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

Exchange Holding Company

The exchange holding company recorded a segment profit of RM3.2 million in 3Q12, a increase of 240 per cent compared to RM0.9 million in 2Q12. The higher profit in 3Q12 was mainly due to higher SGP expenses and professional fees in 2Q12.

Others

The Others segment, which is made up of our BSAS business, bonds trading and offshore exchange, showed a higher loss of RM1.1 million in 3Q12 compared to the RM0.8 million loss in 2Q12. This was due to a reversal of expenses in 2Q12.

Overheads

Overheads increased marginally by 3 per cent to RM14.1 million in 3Q12 compared to RM13.7 million in 2Q12.

24. COMMENTARY ON PROSPECTS AND TARGETS

Looking ahead, we expect that the country's economic prospects and business fundamentals will remain satisfactory despite the increasing challenging external environment. Thus far, Malaysia has remained resilient in the global financial crisis, supported by the various Government stimulus measures and interest spurred by the listing of large IPOs. Furthermore, the recent proposals announced in Budget 2013 will continue to sustain our country's domestic demand and economic growth, and is supportive of the capital market growth. The announcement of incentives for exchange traded bonds and sukuk will further stimulate trading of these instruments, creating greater liquidity for these new products. In addition, the announcement of the new business trust structure will add to the diversity of product offerings on Bursa Malaysia.

On the derivatives front, we will continue our efforts to widen our distribution channels and educate the domestic marketplace. This is in addition to the global outreach to expand visibility and accessibility of the Malaysian derivatives market in the international marketplace. The derivatives market is expected to continue to benefit from the volatility and uncertainty seen in global commodities and securities markets for the balance of the year.

Looking at our goals, the Board is cognisant of the impact of the global economic climate, and as such, anticipate that it will be a challenge to achieve all the mid-term targets of the Group. Nevertheless, Bursa Malaysia will continue to build its competitiveness and address the needs of our capital market to ensure its growth, vibrancy and resilience in the face of increasing competition.

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

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

25. INCOME TAX EXPENSE

RM'000	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Income tax				
- Current provision	15,800	17,995	45,438	49,776
- Under/(over) provision of tax in prior year	622	(929)	622	(929)
	16,422	17,066	46,060	48,847
Deferred tax				
- Relating to origination and reversal of temporary differences	(256)	(2,136)	(105)	(5,214)
- Over provision of tax in prior year	(301)	(261)	(301)	(261)
	(557)	(2,397)	(406)	(5,475)
Total income tax expense	15,865	14,669	45,654	43,372

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

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

26. RETAINED EARNINGS

RM'000	As at	As at
	30.09.2012	31.12.2011
Realised	457,904	478,860
Unrealised	(8,288)	(8,660)
	449,616	470,200
Consolidation adjustments	6,782	11,411
Total retained earnings	456,398	481,611

27. CORPORATE PROPOSALS

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

28. BORROWINGS AND DEBT SECURITIES

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

BURSA MALAYSIA BERHAD (30632-P)
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**PART B: EXPLANATORY NOTES PURSUANT TO MAIN
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29. CHANGES IN MATERIAL LITIGATION

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

30. PROPOSED DIVIDEND

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

31. EPS

(a) Basic EPS

	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Profit attributable to the Owners of the Company (RM'000)	37,035	38,619	115,750	114,823
Weighted average number of ordinary shares in issue ('000)	532,003	531,573	531,817	531,458
Basic EPS (sen)	7.0	7.3	21.8	21.6

(b) Diluted EPS

	3 months ended		9 months ended	
	30.09.2012	30.09.2011	30.09.2012	30.09.2011
Profit attributable to Owners of the Company (RM'000)	37,035	38,619	115,750	114,823
Weighted average number of ordinary shares in issue ('000)	532,003	531,573	531,817	531,458
Effect of dilution ('000)	941	498	655	498
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	532,944	532,071	532,472	531,956
Diluted EPS (sen)	6.9	7.3	21.7	21.6

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

32. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2011 was unqualified.

33. REVIEWS BY EXTERNAL AUDITORS

The Board had engaged the external auditors to review and report on the condensed consolidated financial statements of Bursa Malaysia Berhad for the quarter and nine months ended 30 September 2012 in accordance with International Standard on Review Engagements 2410 (ISRE 2410), "Review of Interim Financial Information Performed by the Independent Auditor of the Entity".

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

34. AUTHORISED FOR ISSUE

The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 19 October 2012.