

SECURITIES COMMISSION MALAYSIA SERIES OF CAPITAL MARKET MEASURES TO SUPPORT BUSINESS

FURTHER REGULATORY RELIEFS FOR PLCS



- Bursa Malaysia (Bursa) will provide affected companies listed on the Main Market temporary relief from the Practice Note 17 (PN 17) classification in relation to the following criteria:
 - a. The shareholders' equity of the listed issuer on a consolidated basis is 25% or less of the share capital (excluding treasury shares) of the listed issuer and such shareholders' equity is less than RM40 million.
 - b. The auditors have highlighted a material uncertainty related to going concern or expressed a qualification on the listed issuer's ability to continue as a going concern in the listed issuer's latest audited financial statements and the shareholders' equity of the listed issuer on a consolidated basis is 50% or less of share capital (excluding treasury shares) of the listed issuer.
 - c. A default in payment by a listed issuer, its major subsidiary or major associated company, as the case may be, as announced by a listed issuer pursuant to paragraph 9.19A of the Listing Requirements and the listed issuer is unable to provide a solvency declaration to the Exchange.
 - d. This PN17 relaxation will be effective from 17 April 2020 until 30 June 2021.
- Similar temporary relief from Guidance Note 3 classification will also be provided by Bursa for companies listed on Ace Market.

GREATER FUNDRAISING ACCESS FOR SMALLER COMPANIES



- Lifted fundraising limits on Equity Crowdfunding (ECF) platforms, and allowed ECF and peer-to-peer financing (P2P) platforms to operationalise secondary trading, both with immediate effect.
- From now until 30 September 2020, the government co-investment fund MyCIF, administered by the SC, has also increased its funding matching ratio from 1:4 to 1:2 for eligible ECF and P2P campaigns, to provide additional liquidity into the alternative fundraising space.

ACCELERATE DIGITISATION OF CAPITAL MARKETS



- SC called upon the industry to seize the opportunity to accelerate their digitisation transformations and offer more online products and services to investors.
- SC will expedite guidelines for holding virtual general meetings.
- The SC will also review the Rules On Take-Overs and Mergers to facilitate e-service of documents and compliance with regulatory requirements for take-over and merger transactions.
- SC also working on efforts to broaden the suite of product offerings of fund management industry through facilitating the introduction of waqf-based collective investment schemes and alternative investments for wholesale funds, where underlying assets can be property, gold or private equity.

MAINTAIN MARKET INTEGRITY AND INVESTOR'S PROTECTION



- SC remains steadfast in ensuring investor interest is protected during this challenging time.
- SC also assured investors that the Malaysian capital market remains fundamentally strong and is functioning in an orderly manner, supported by deep domestic liquidity, complemented by the Government's stimulus packages, amidst non-resident outflows.
- SC will continue to monitor the evolving situation in global and domestic markets, and calibrate its responses and update the public accordingly.