

BURSA MALAYSIA BERHAD
2008 Financial Results
4 February 2009

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Financial Results Snapshots

	RM	2007	2008	▲%
Operating Revenue (mn)		443.4	290.3	(35)
Operating Expenses (mn)		172.3	185.4	8
Profit After Tax (mn)		240.6	104.4	(57)
Earnings per Share (sen)		46.1	19.9	(57)
Dividend per Share (sen)		85.0	24.3	(71)

Commentary

- Profit after tax was affected by investors' weak sentiment and declined daily average trading value.
- PAT for 4Q08 stood at RM13.5 million.

Performance Ratios

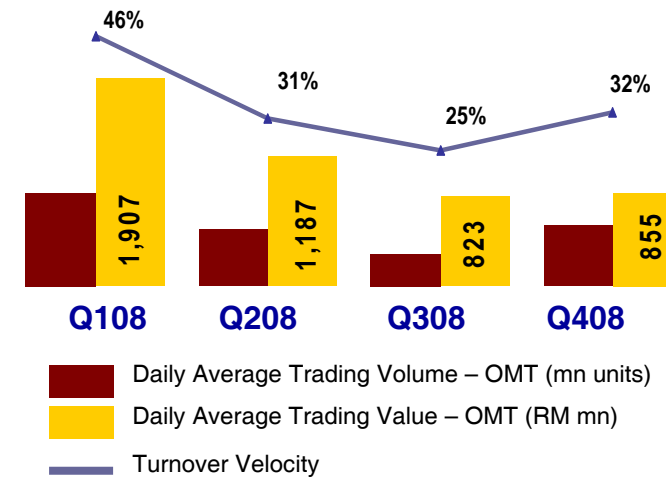
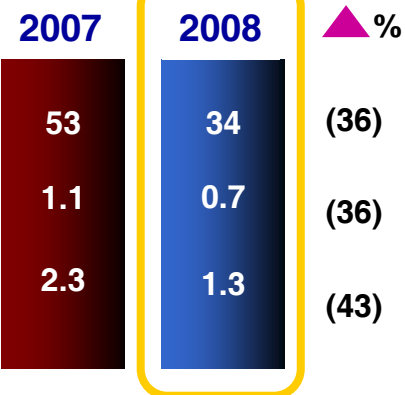
	%	2007	2008	▲%
Annualised Return on Equity		30.3	13.8	(54)
Operating EBITDA Margin		64.3	43.2	(33)
Net Profit Margin		48.9	31.5	(36)
Stable Revenue + Derivatives Income: Total Operating Expenses		80.5	79.1	(2)

Operating Drivers

*Equities Performance Impacted By Weak Investors Sentiment
Derivatives Performance Remain Steady*

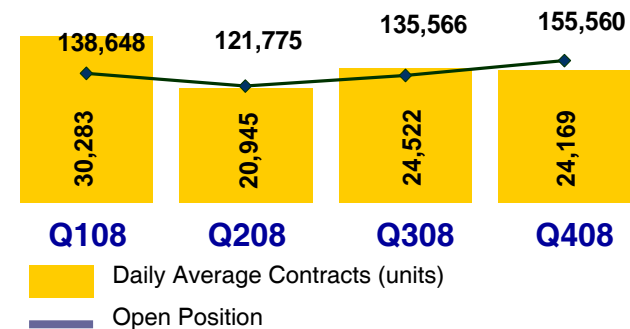
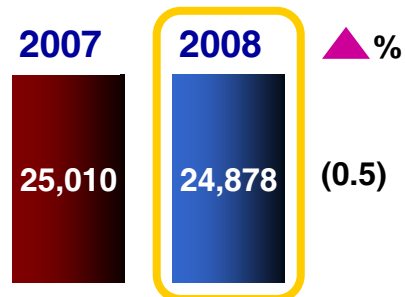
SECURITIES

Velocity (%)	53	34
Market Capitalisation (RM tn)	1.1	0.7
Daily Average Trading Value OMT+DBT (bn)	2.3	1.3



DERIVATIVES

Daily Average Contracts	25,010	24,878
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Financial Results Overview

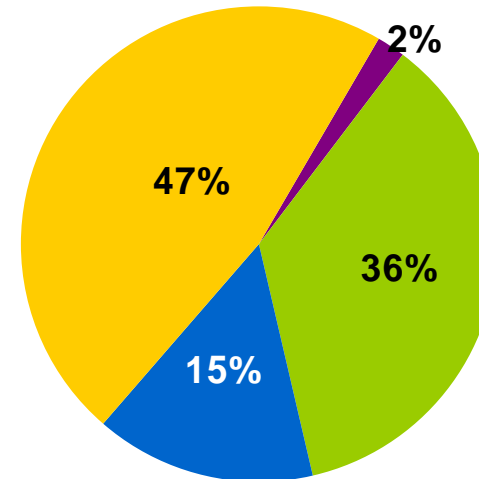
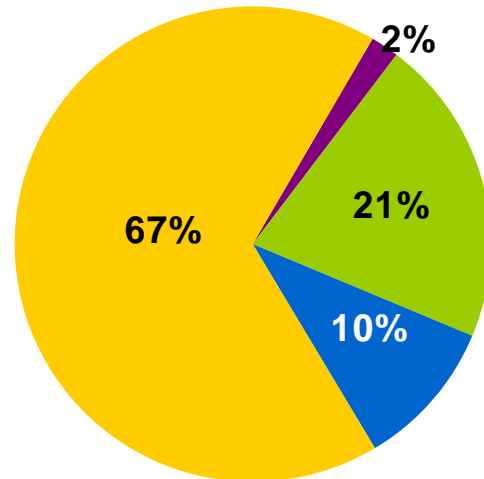
	RM	Q407	Q408	▲%	2007	2008	▲%
Operating Revenue (mn)		92.8	61.2	(34)	443.4	290.3	(35)
Operating Expenses (mn)		45.7	47.8	5	172.3	185.4	8
Operating EBITDA (mn)		50.7	19.6	(61)	285.1	125.4	(56)
Profit Before Tax (mn)		57.4	23.1	(60)	319.0	145.6	(54)
Profit After Tax (mn)		49.5	13.5	(73)	240.6	104.4	(57)
Earnings per Share (sen)		9.5	2.6	(73)	46.1	19.9	(57)

Operating Revenue

FY07: RM 443.4 mn (USD 128.9 mn)

FY08: RM 290.3 mn (USD 87.1 mn)

↓ 35%



RM 'mn	2007	2008	%
Trading Revenue (Equities)	296.5	136.8	(54)
Trading Revenue (Derivatives)	44.7	43.6	(3)
Stable Revenue	93.9	103.2	10
Other Operating Revenue*	8.3	6.7	(19)

* Other Operating Revenue mainly consisting of perusal and processing fees

Commentary

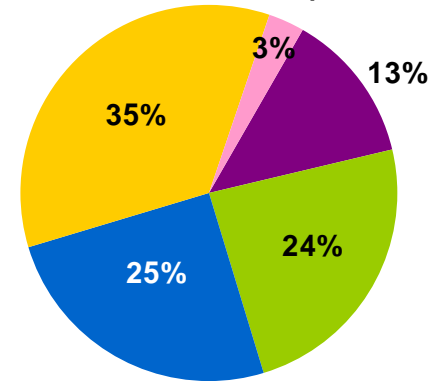
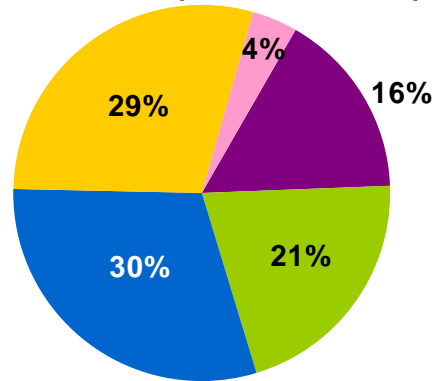
- Cautious investor sentiment throughout the year and a lower effective clearing fee rate affected the equities trading revenue.
- FCPO benefited from palm oil price volatility while FKLI traded with caution throughout the year.
- Stable revenue showed marginal growth primarily due to full implementation of the revised listing fee structure.
- Lower other operating revenue due to lower perusal and processing fees.

Stable Revenue

FY07: RM 93.9 mn (USD 27.3 mn)

FY08: RM 103.2 mn (USD 30.9 mn)

↑ 10%



RM 'mn	2007	2008	▲ %
Listing Fees	27.1	36.3	34
Depository Services	28.4	25.5	(10)
Information Services	19.8	24.8	26
Broker Services*	15.0	13.6	(10)
Participants' Fees**	3.6	3.0	(18)

* Broker Services comprises of Data Comm equipment rental income from a fixed monthly rate

** Participants' Fees comprises of application/admission/initial/registration fees, participants' subscriptions and renewal fees

Commentary

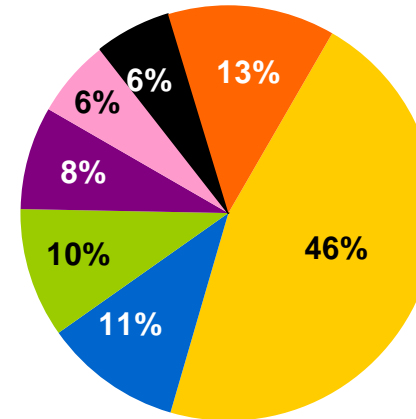
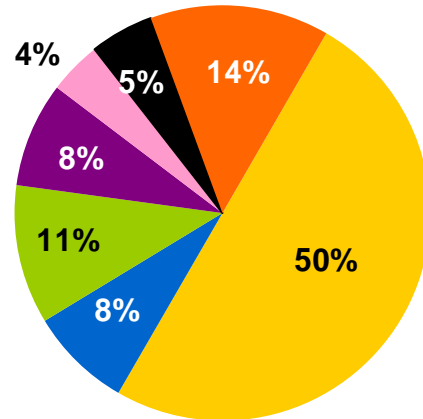
- Higher listing fees due to full implementation of the revised listing fee structure.
- Lower depository fees due to reduction in corporate activities, fewer share transfer transactions and lower RoD requests.
- Higher information services fees due to implementation of revised fee structure.
- Lower broker services fees due to reduction in number of network equipment at broker sites.

Operating Expenses

FY07: RM 172.3 mn (USD 50.1 mn)

FY08: RM 185.4 mn (USD 55.7 mn)

↑ 8%



RM 'mn	2007	2008	▲ %
Staff Costs	85.4	85.7	-
Depreciation & Amortisation	14.0	20.5	46
Market Development	18.1	17.6	(3)
IT Maintenance	13.4	15.3	14
Professional Fees	7.2	11.6	61
Building Management Costs	9.4	10.4	11
Other OPEX *	24.8	24.3	(2)

* Other OPEX comprises Administrative expenses, CDS consumables, etc.

Commentary

- Higher depreciation and amortisation charges due to the upgrading of IT infrastructure during the year and in 2007.
- Higher IT maintenance cost due to a reversal in 2007 of overaccrued Bursa Trade maintenance cost.
- Increase in building management costs due to upward revision in electricity tariffs

Capital Management

As at 31 December 2008

	RM mn	USD mn
Financial Resources Available for Use	404	116
Shareholders' Funds	732	211
Capital Expenditure	34	10

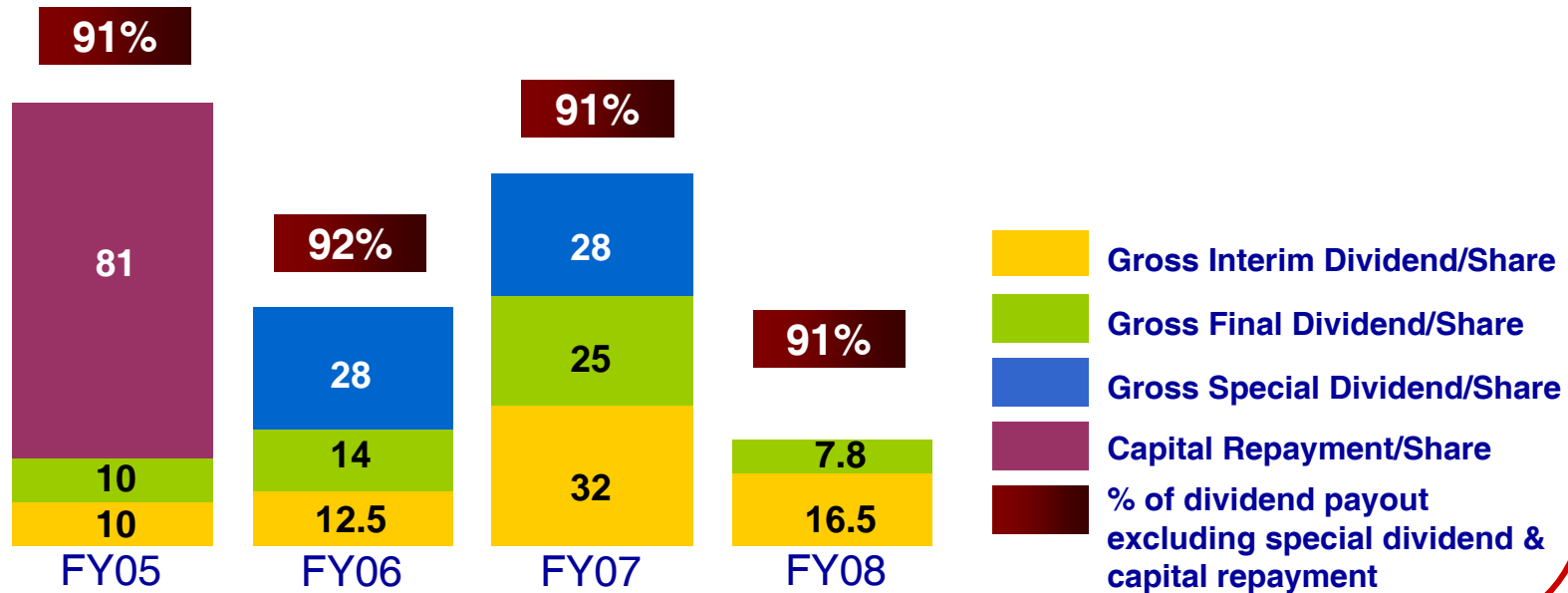
Commentary

- Total CAPEX budgeted for 2009 is RM84.5 million
- The company has sufficient financial resources to cover its CAPEX, CGF commitment and working capital. Excess cash will be conserved amidst the market uncertainties.

Dividend Payout > 90%

Maximising Value to Shareholders

Historical Dividend Payout in sen



Total Shareholders' Return since listing till 31 December 2008

143%

Share price performance from 1 January 2009 to 3 February 2009

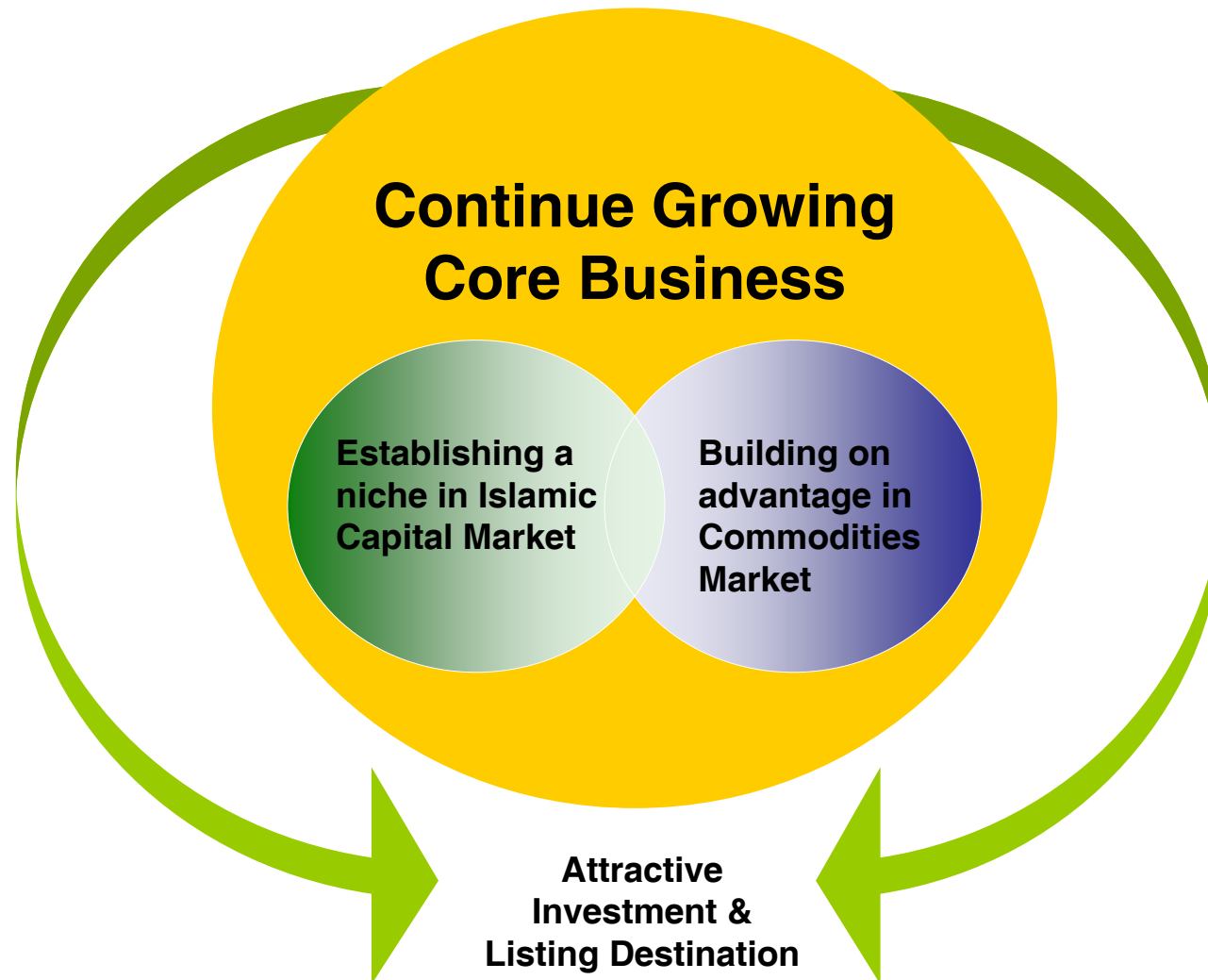
(2%)

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Business Direction

2009-2011 Focus



Key Focus and Initiatives

IMPROVING ACCESSIBILITY	NEW PRODUCTS & SERVICES	STRENGTHENING LIQUIDITY	INTERNATIONALISING MARKETS
Direct Market Access Derivatives	Islamic Products (i-ETFs & i-Reits)	Continued Retail Education	KLCI Conversion to FTSE
Entry of 3 New Derivatives TPs	Electronic Trading Platform	Market Making Framework	Multicurrency Securities Framework
Bursa Trade Securities	USD Crude Palm Oil Futures	Enhancement of SBL (OTC Model)	Approval from Commodity Futures Trading Commission, US
Direct Market Access Equity	New Rules for Listing of Sukuk / Debt Securities	Streamlining of Boards	Asean Link
New licenses for 3 foreign brokers (1 approved)	Thematic Indices	Restructuring of minimum bids/spread size	
	Commodity Murabahah House	Islamic Securities Selling and Buying	
	Multicurrency ETFs		
	New Index Linked Products		

 Launched
 In The Pipeline

Building on Our Strength


Establishing a Niche in the Islamic Capital Market

IMPROVING ACCESSIBILITY	NEW PRODUCTS & SERVICES	STRENGTHENING LIQUIDITY	INTERNATIONALISING MARKETS
Direct Market Access Derivatives	Islamic Products (i-ETFs & i-Reits)	Continued Retail Education	KLCI Conversion
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	Multicurrency ETFs		
	New Index Linked Products		

Building on Our Strength

Establishing a Niche in the Commodities Market



 Commodities Market Initiatives

Our Regulatory Role

Underscored by a Stable and Secure Regulatory Framework

Our solid regulatory approach ensures market integrity remains intact during both good and bad times which is reflected through:

PLC

high levels of transparency in our listed companies

Intermediaries

adherence to high standards of business conduct by our Intermediaries

Market

adequate measures in place to ensure market remains orderly

**Our focus is to enhance corporate governance practices,
disclosure & quality of PLCs**

Recognition

Commitment to Excellence

Exchange of the Year (Asia Pacific)

FOW
April 2008

**Top 5 best companies in
Asia/Pacific and Africa for Corporate
Governance Practices**

IRGR
April 2008

**1st in Annual KPMG Shareholder
Value Award for Maximising
Shareholder Value 2007**

KPMG
August 2008

**2nd in Overall Excellence Awards for
Corporate Governance**

MSWG
November 2008

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Securities Market

- **Expects securities market to continue being challenged by the ongoing global financial crisis and economic recession.**
- **Expects government's stimulus measures to help mitigate the adverse impact of global economic recession on the domestic economy.**

Derivatives Market

Expects interest for FKL1 and FCPO to grow in 2009 due to:

- continued volatility in securities and commodities prices.**
- the Malaysian and Indonesian government's drive to increase demand for CPO, expected to spur the volume for FCPO.**
- increased access and volume via Direct Market Access Derivatives.**

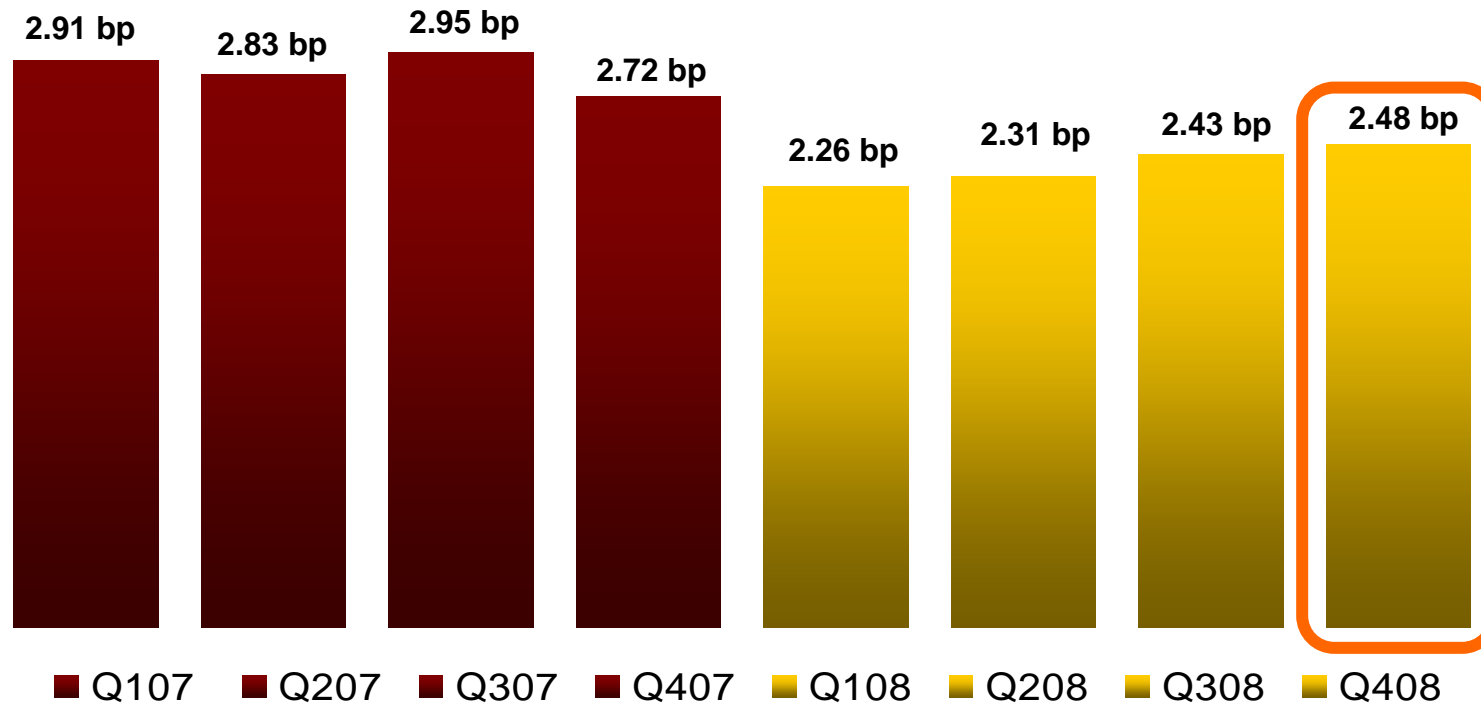
Thank you

Q & A

//// additional information

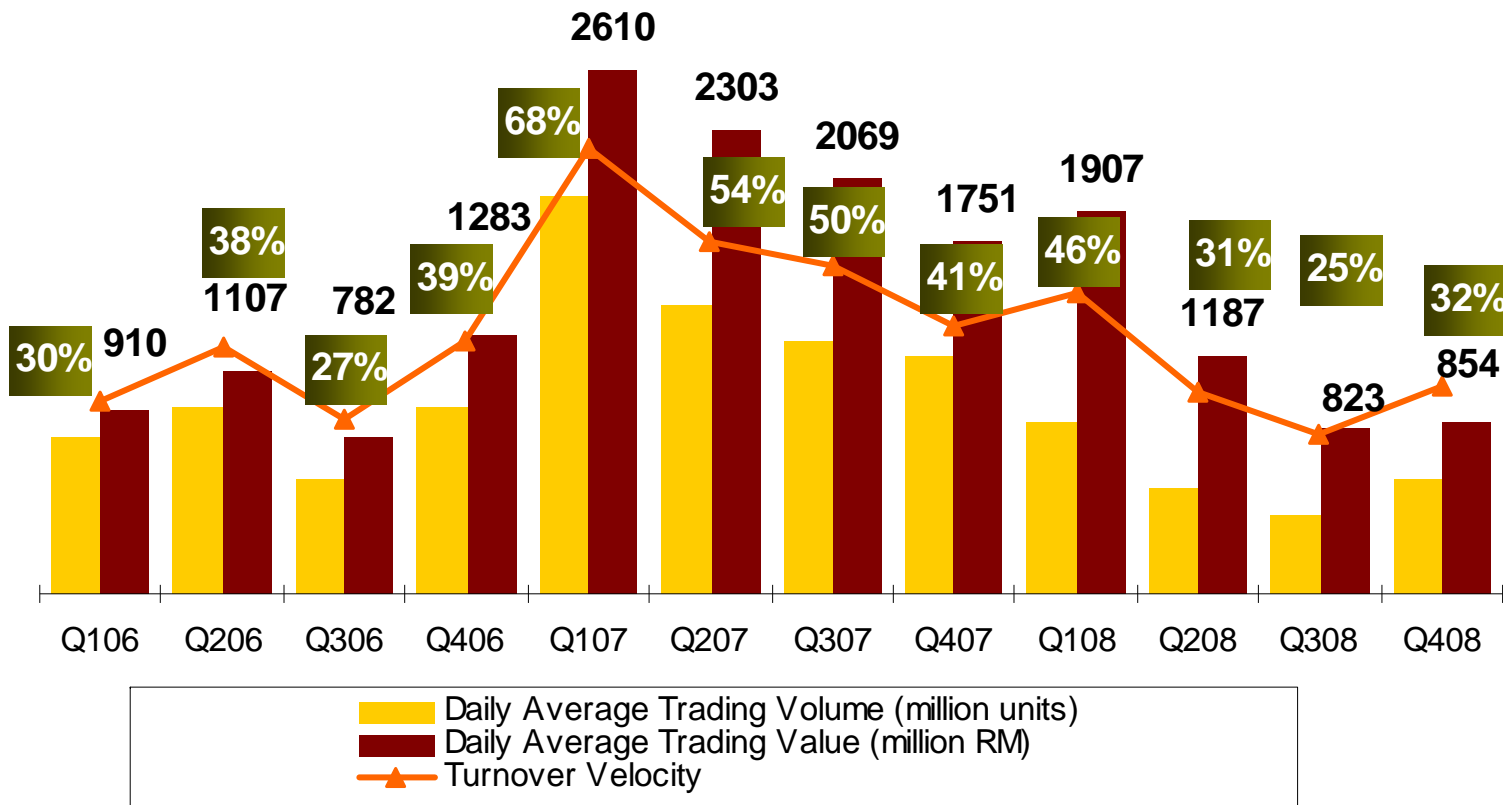
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Effective Clearing Fee Rate

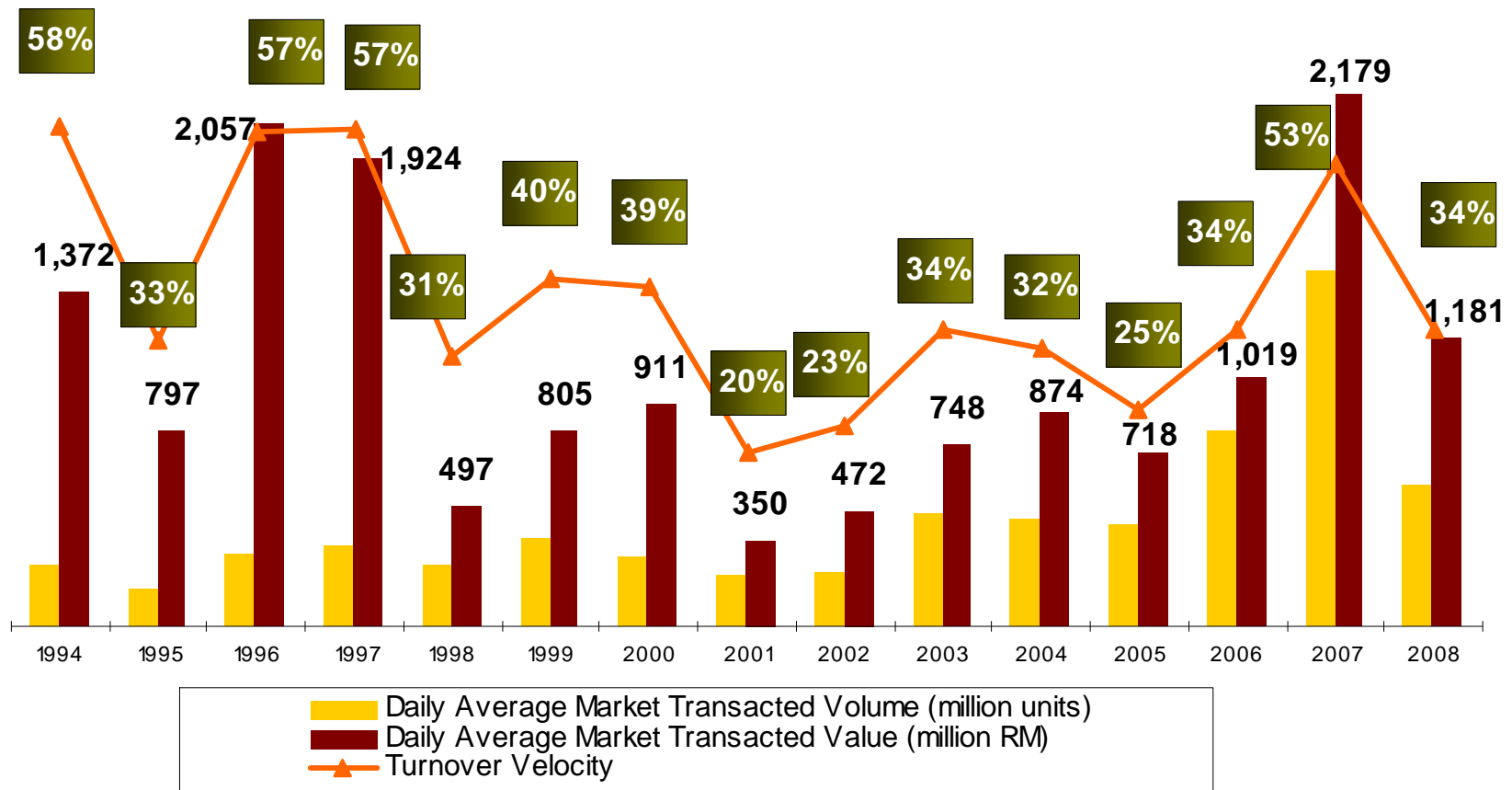


Note : Clearing Fee revised to 0.03% (capped at RM1,000) effective 1 Jan 08 from 0.04% (capped at RM500)

Quarterly Velocity

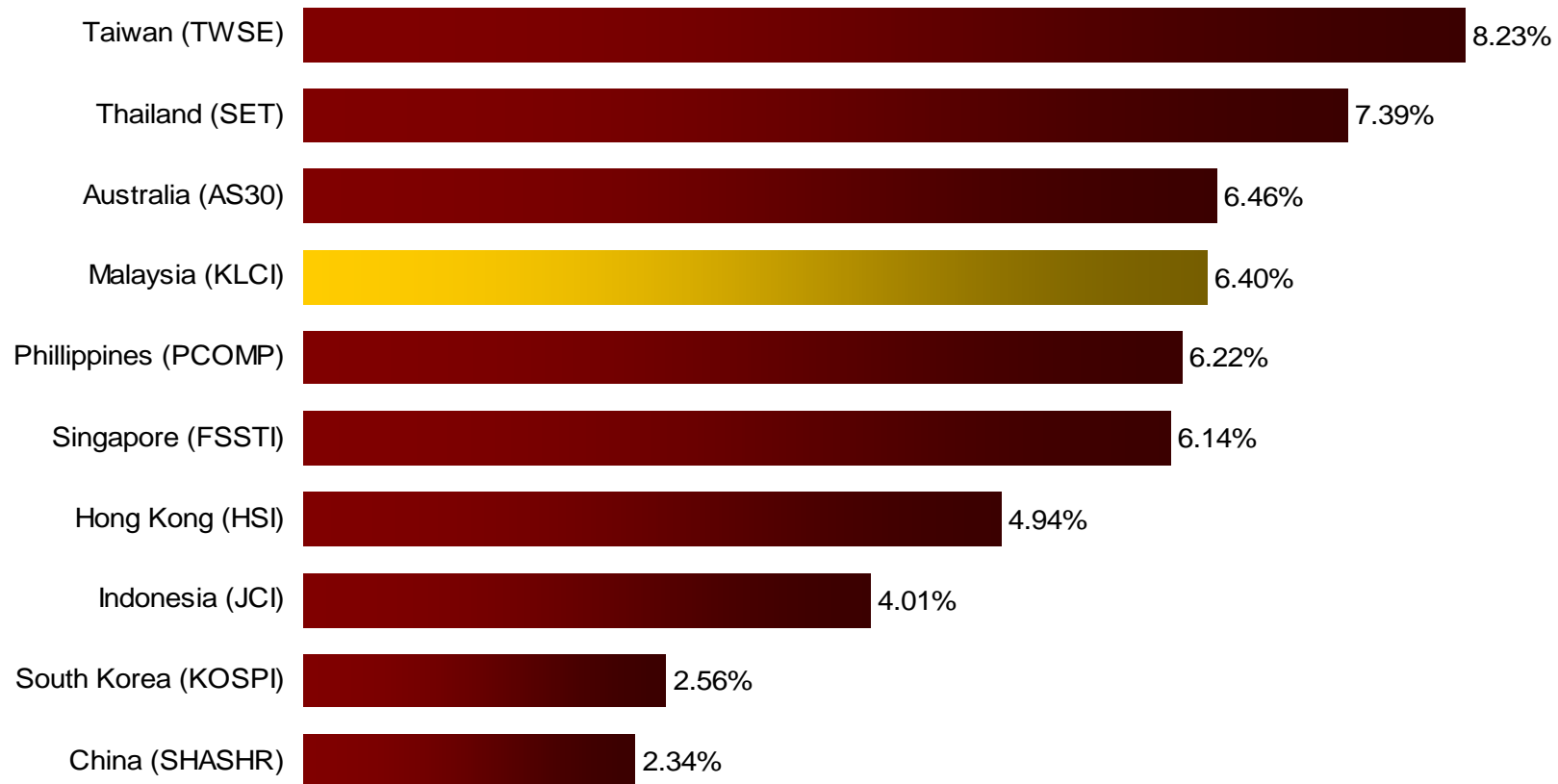


Annual Velocity



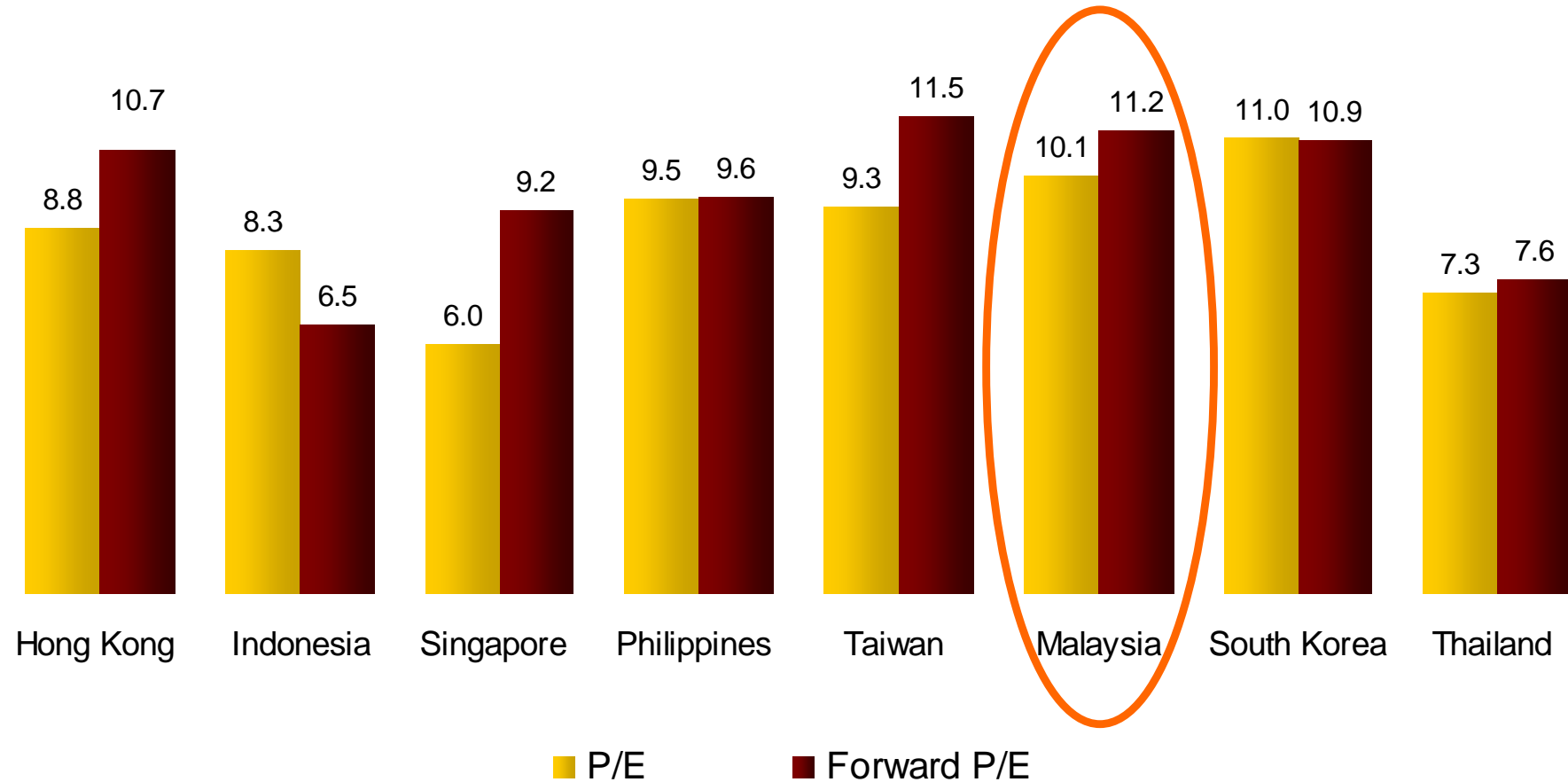
Offers One Of The Highest Dividend Yields

Selected Regional Markets – Dividend Yield



Source: Bloomberg – Dividend yield for main regional indices as at 31 December 2008

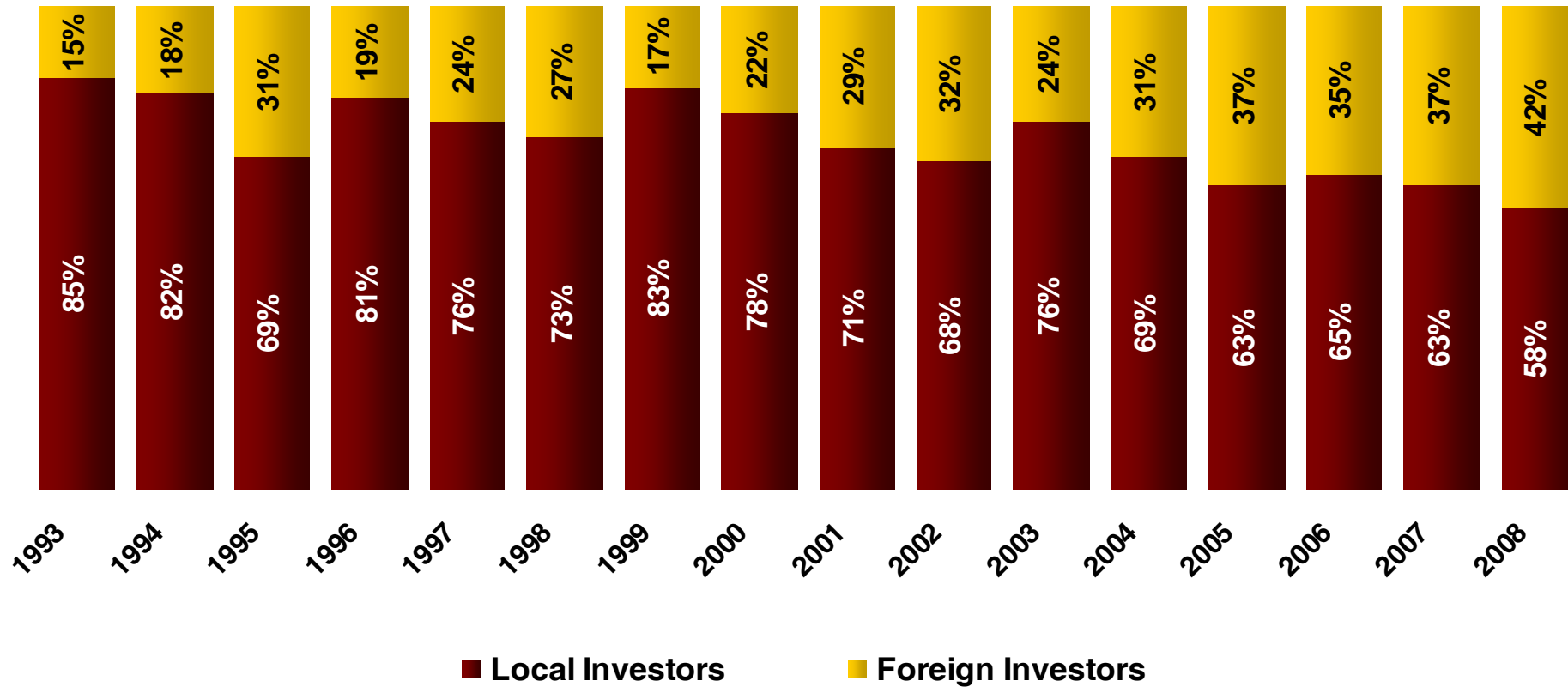
Market P/E Valuation



Source: Bloomberg - P/E Valuation for main regional indices as at 31 December 2008

Sustained Foreign Trading Reflects Market Resilience

Breakdown of trading (by value) 1993 to 2008



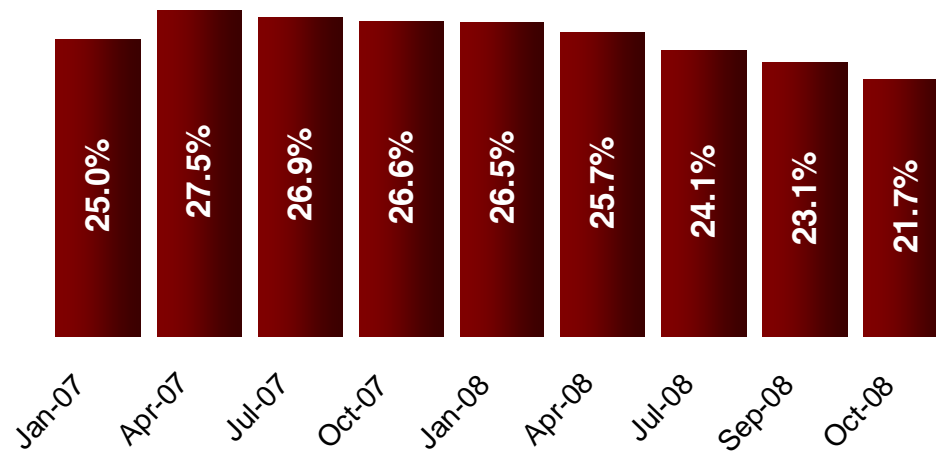
Market Foreign Ownership At 21.3%

Malaysian and Foreign Shareholdings as at 31 December 2008

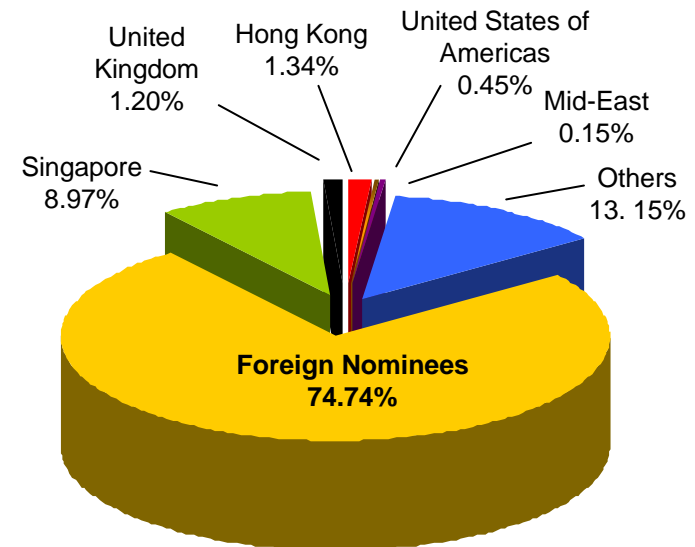
Items			December 2008			
			Total Shareholdings (Units-Bn)		Total Market Value (RM-Bn)	
				%		%
1	Foreigners	Direct Holdings	16.9	4.09	32.9	4.96
		Foreign Nominees*	50.0	12.06	108.0	16.29
2	Malaysians		347.8	83.87	522.0	78.75
3	Total securities immobilised in CDS		414.7	100.00	662.9	100.00

Note : Foreign Nominees reflect shares owned by foreigners but held via Authorised Nominee Companies incorporated in Malaysia.

Foreign Ownership for selected months



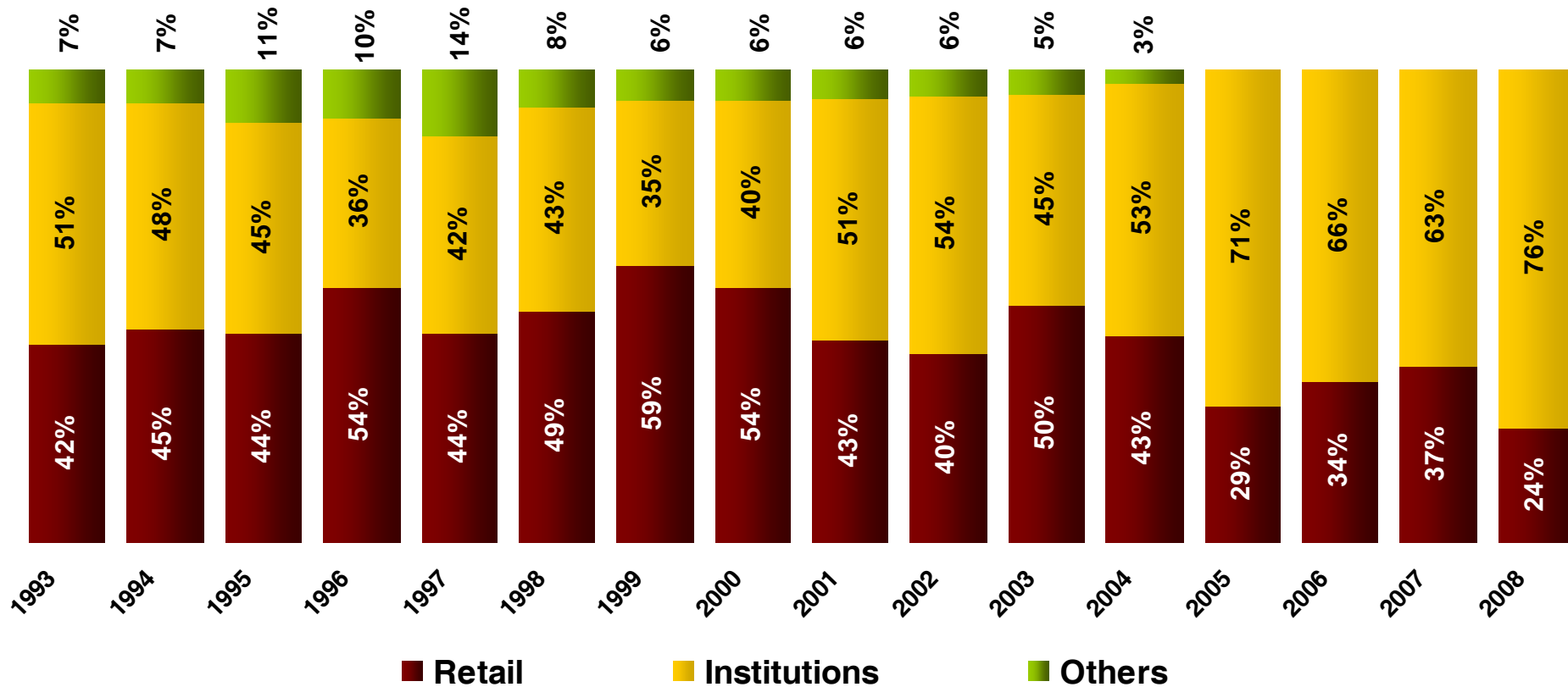
Foreign Shareholdings by Nationality for Selected Countries as at 31 December 2008



Retail Participation

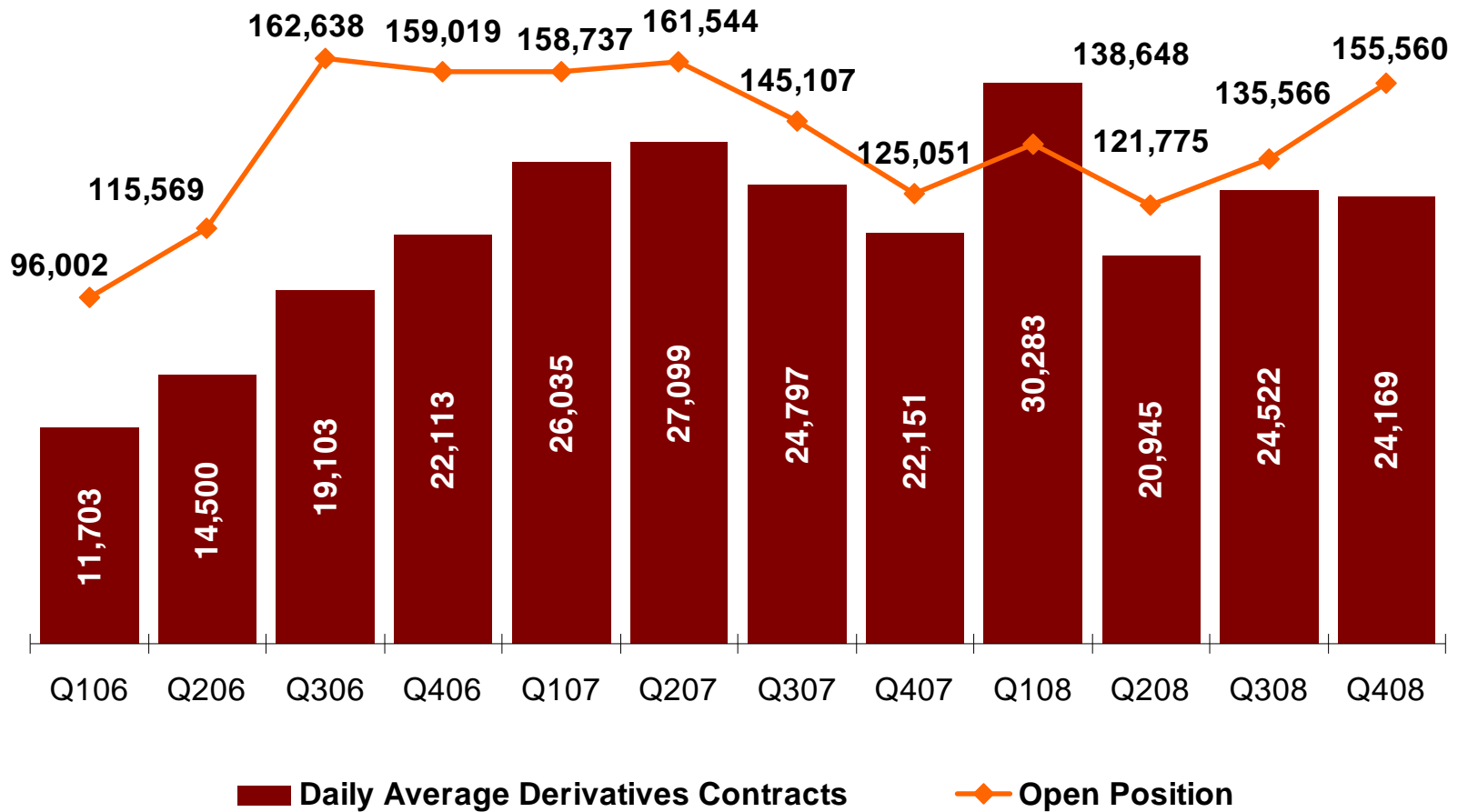
Drop In Retail Volume Due To Weak Investors' Sentiment

Breakdown of trading (by value) 1993 to 2008

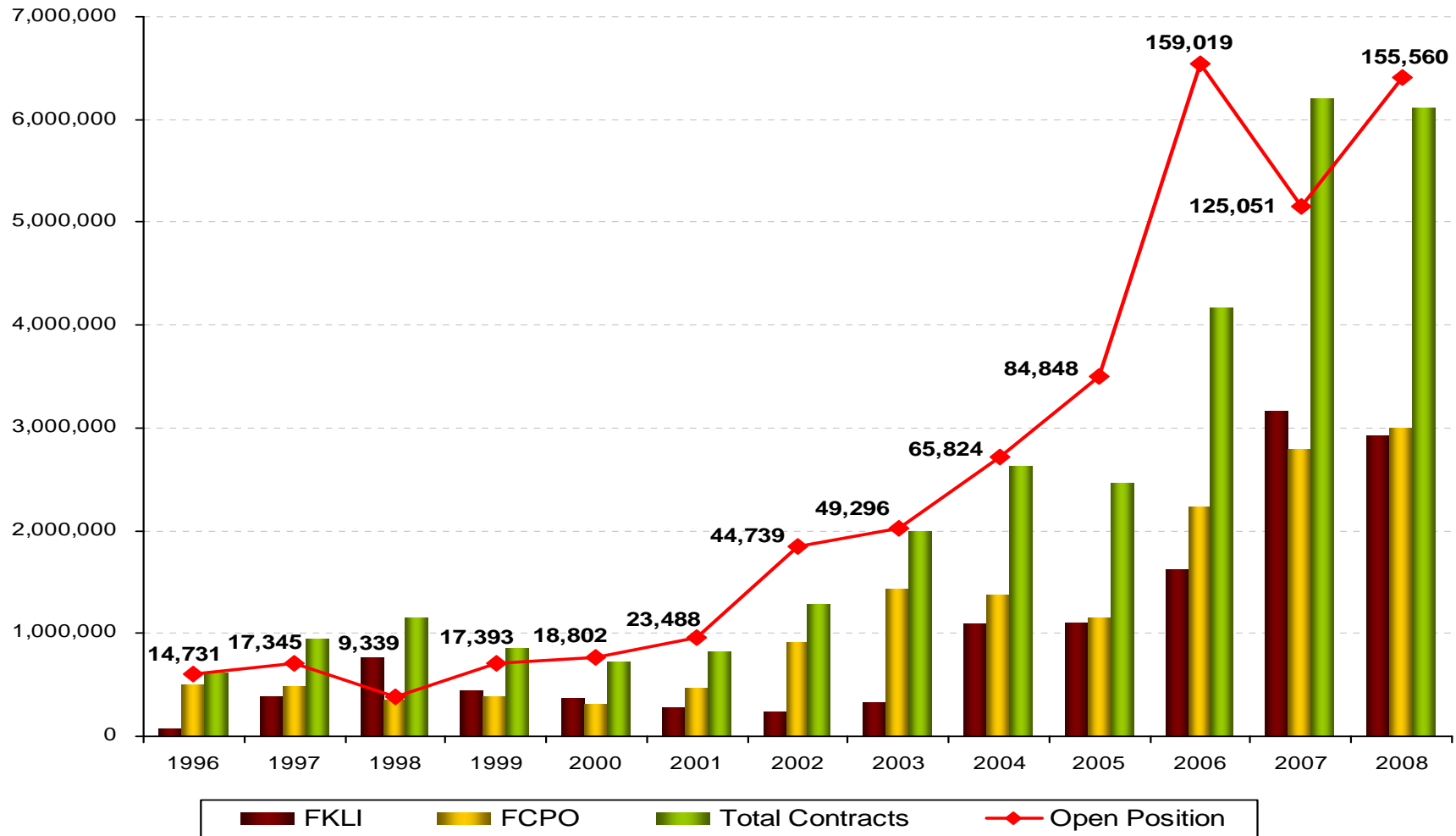


"Others"- refers to trades conducted for accounts not belonging to individuals/ institutions. Definitions of investors' type clarified in 2004, hence reducing the type of investor falling under "others" category.

Quarterly Derivatives Activity



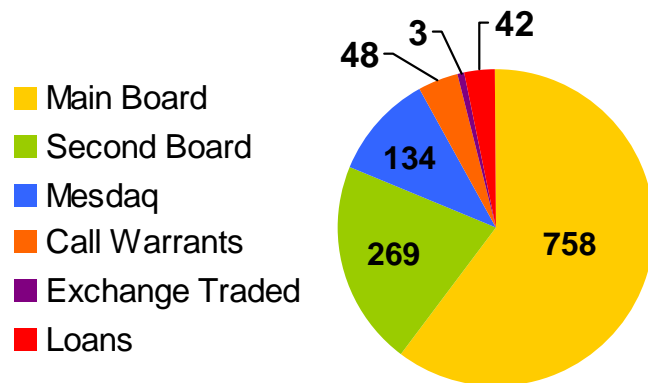
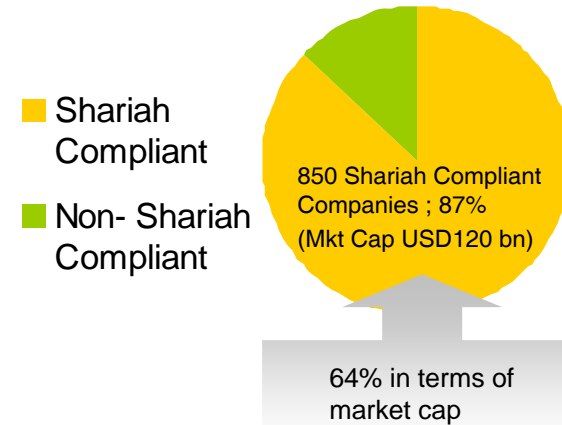
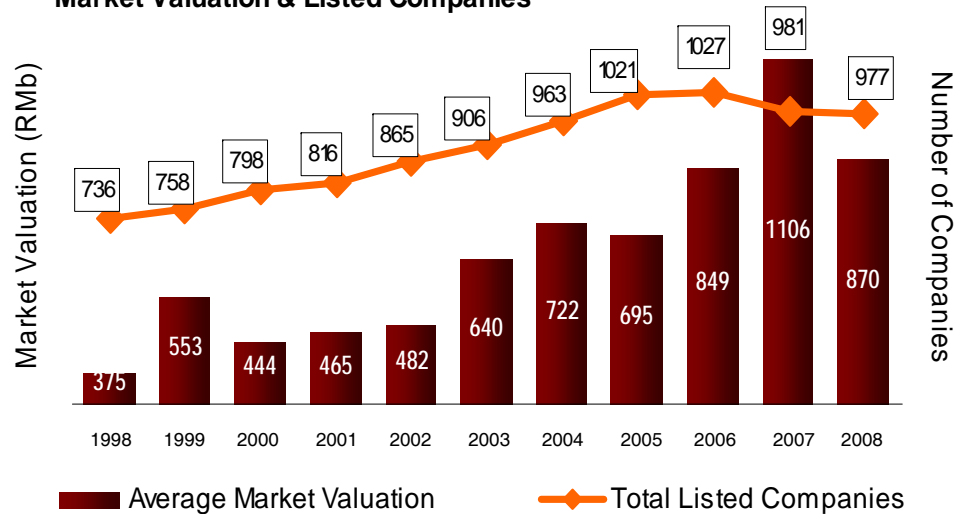
Annual Derivatives Activity



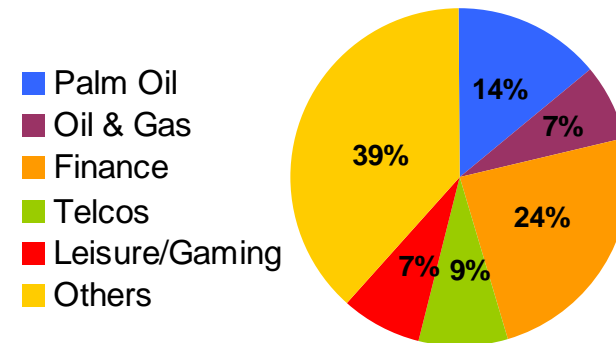
Our Market Remains Competitive

23 New Listings @ 31 December 2008

Market Valuation & Listed Companies



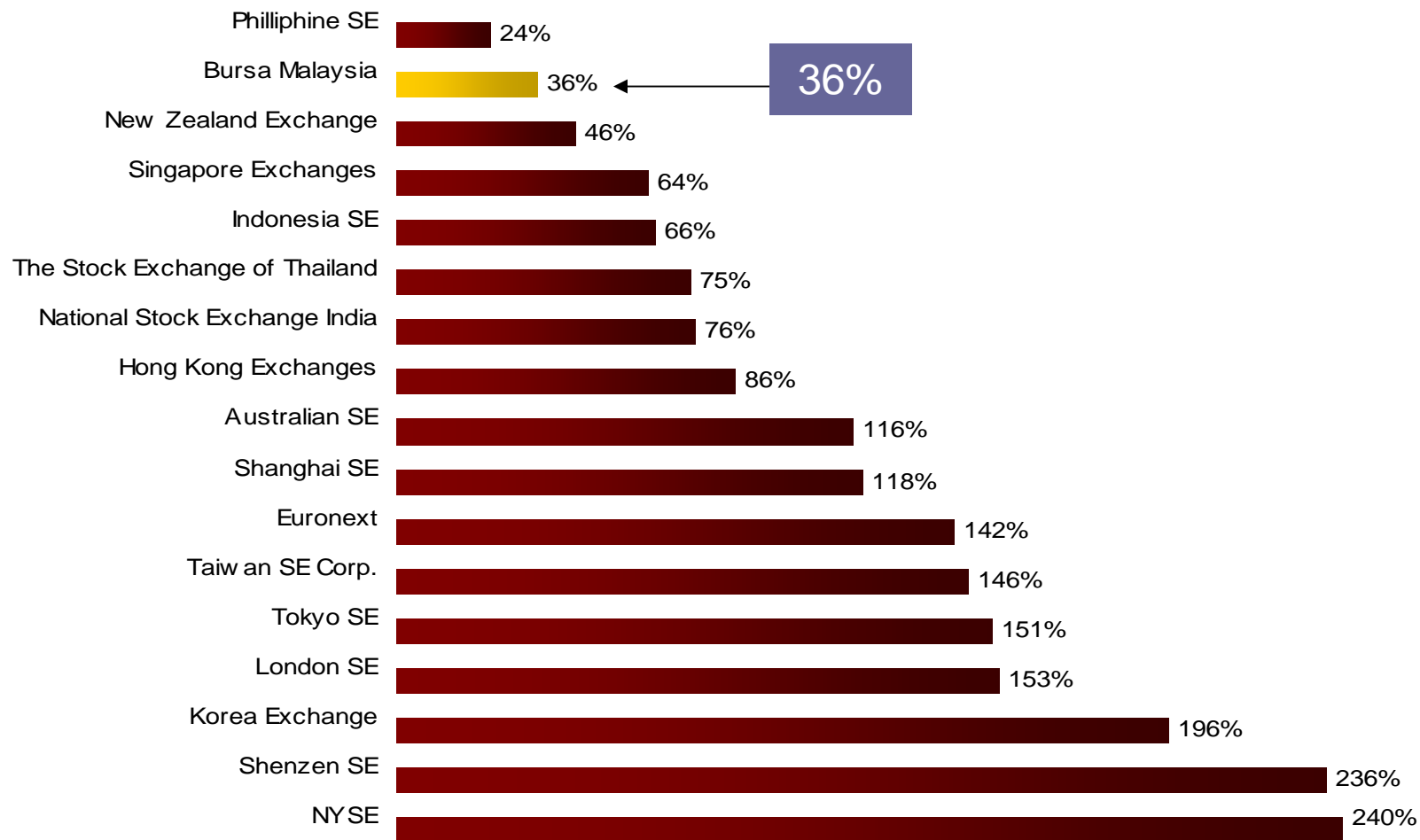
No. of Counters Listed 1,254



Major sectors by Market Cap

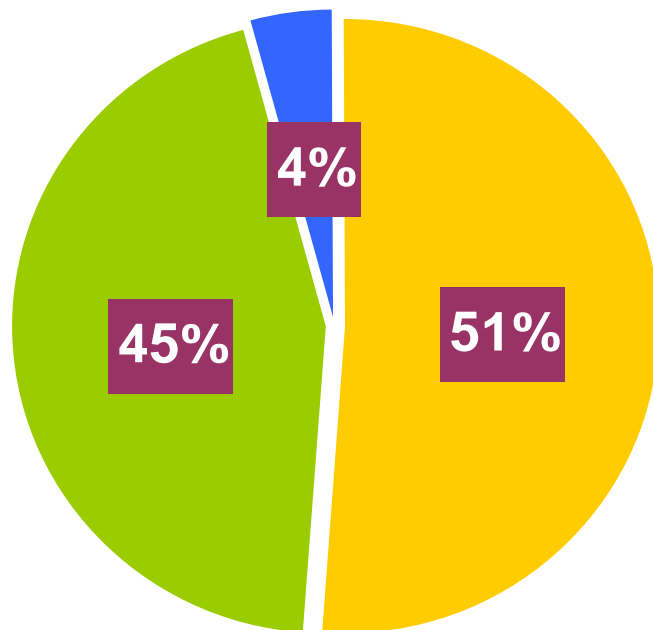
Bursa's Sustainable Velocity Target : 60% By 2010

Turnover Velocity For The Past 12 Months To December 2008

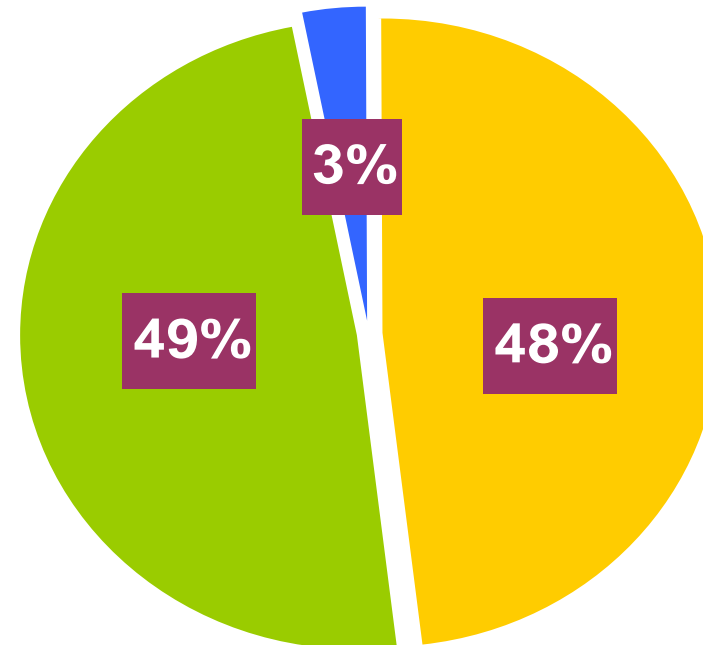


Source: World Federation Exchanges (WFE)

2 Leading Derivatives Products, FKLI & FCPO



Total contracts traded in 2007 = 6.2 mn



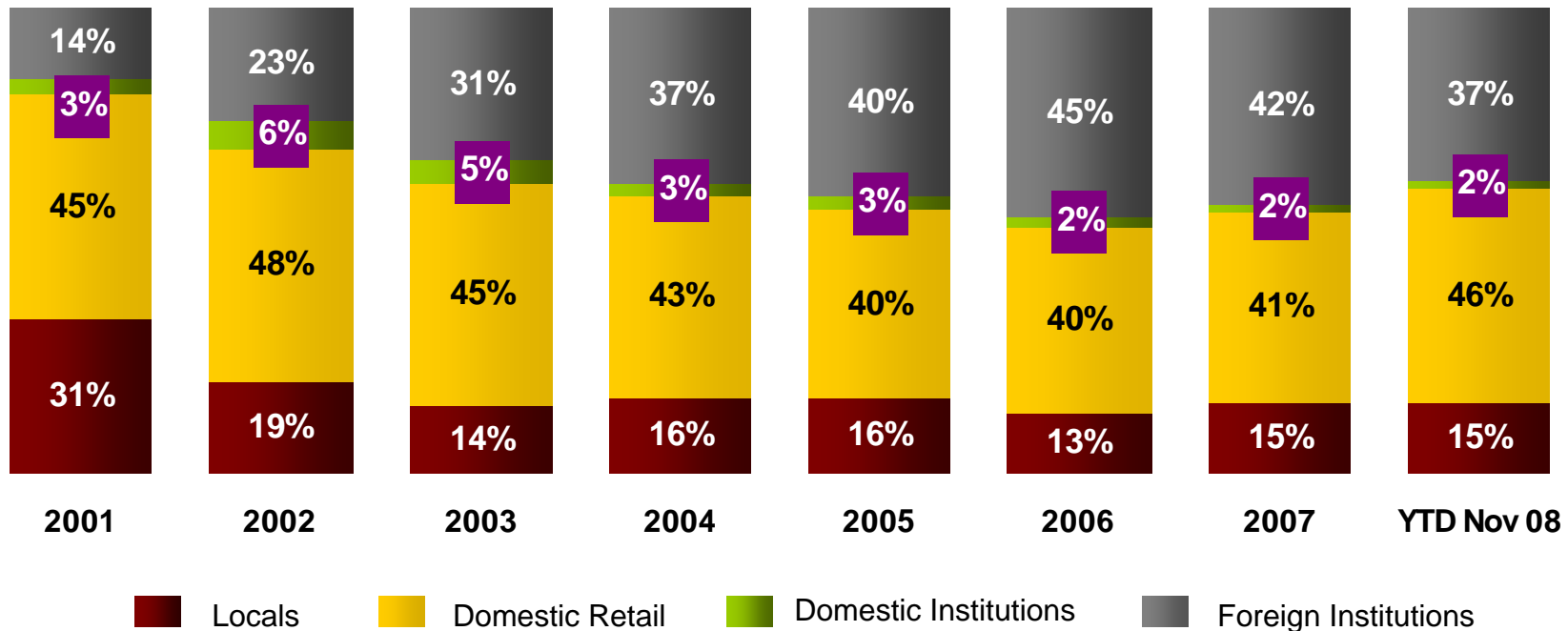
Total contracts traded in 2008 = 6.1 mn

- Crude Palm Oil Futures (FCPO)
- KL Composite Index Futures (FKLI)
- 3-Month Kuala Lumpur Interbank Offered Rate Futures (FKB3)

Derivatives Market Demography

FKLI

KLCI Futures

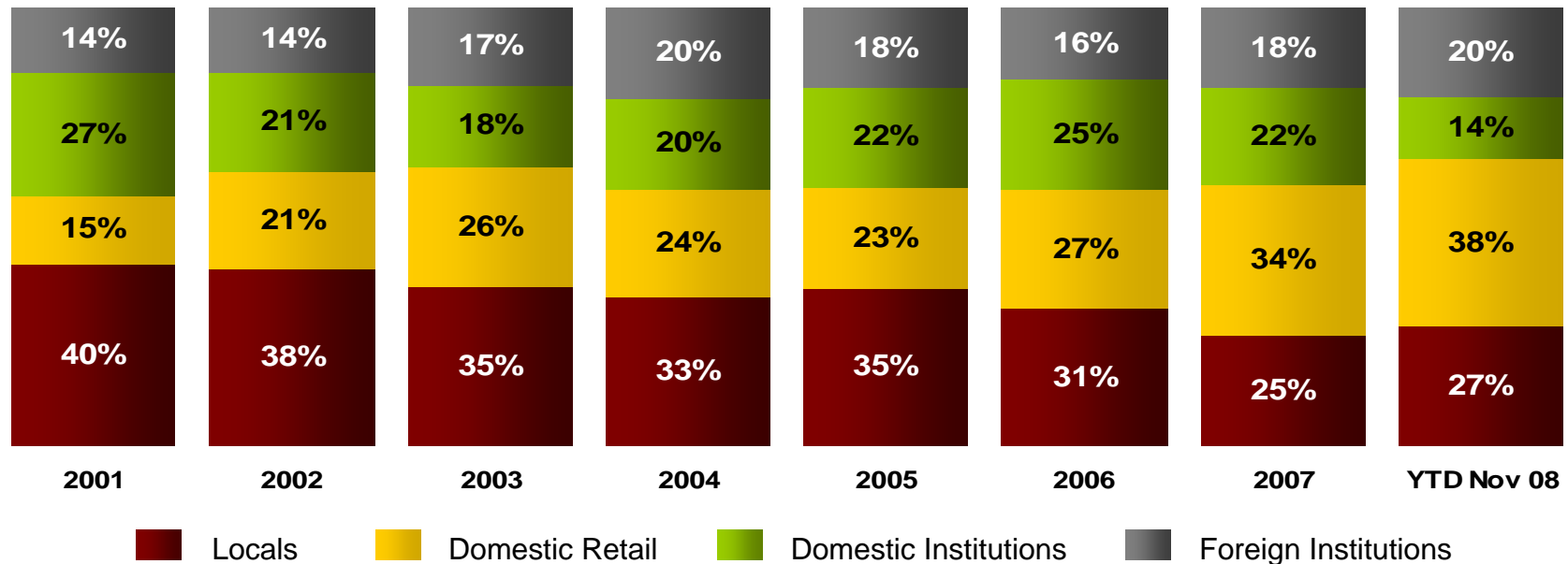


* Local - A local participant is an individual who has been admitted as a participant in accordance with The Rules, registered with SC and has the right to trade for himself - all futures contracts listed on the Derivatives Exchange.

Derivatives Market Demography

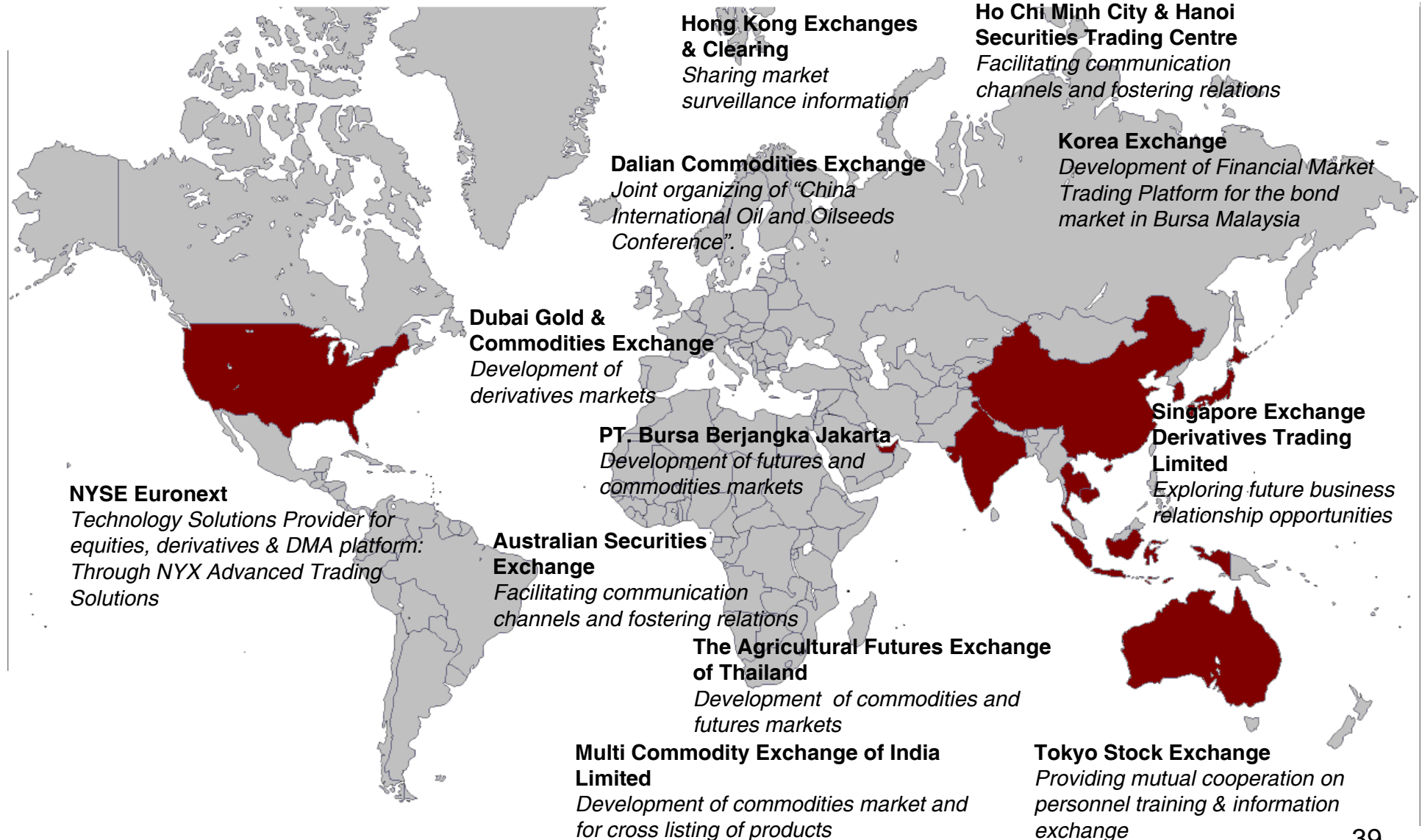
FCPO

Crude Palm Oil Futures



* Local - A local participant is an individual who has been admitted as a participant in accordance with The Rules, registered with SC and has the right to trade for himself - all futures contracts listed on the Derivatives Exchange.

Global Network



Liberalisation Efforts

Re-introduction of regulated short selling (RSS) and stock borrowing & lending (SBL)

Relax ownership rules to encourage mergers in the insurance industry

Admission of foreign brokers (UBS, CLSA, CSFB, Macquarie, JP Morgan, Nomura)

Accelerate tax restructuring
: Reits (10% local & foreign)
: Corporate tax (25% - 2009,
26% - 2008)

Admission of foreign fund managers (Syariah compliant unit trust funds grew 84% in 2008)

Liberalisation of Foreign Listing & Dual Listing

To facilitate listing of sukuk and debt securities in RM & foreign currency on Bursa Malaysia

No Capital Gains Tax
No Property Gains Tax

Reform Bills
: Malaysian Anti-Corruption Commission
: Judicial Appointments Commission.

IPO companies can open their shares to public should all efforts to get the 30% bumiputra equity failed

Towards a Stronger Market & Economy

Economy Stimulus Plan by the Government

- Support local stock market via RM5 bn fund allotment for undervalued shares
- RM7 bn package to stimulate the economy & boost spending
- Guarantee of all deposit until 2010
- SMEs and micro enterprises can access to special Bank Negara funds
- Employees have options to reduce their EPF contributions by 3% for up to 2 years

Sound Macro Environment

STRONG BANKING SECTOR & AMPLE LIQUIDITY

> 90% of assets are RM denominated
Non-performing loan dropped to 2.5%

HEALTHY FOREIGN RESERVES

> US\$91.4 bn @ 31 December 08

LARGER CURRENT ACCOUNT SURPLUS

>RM100 bn

2008 GDP GROWTH

Projected \pm 5%

2009 GDP GROWTH

Early Projection \pm 3.5%

CONDUCTIVE DOMESTIC INTEREST RATES

Overnight policy rate: 2.5%

2009 INFLATION

Projected to hold steady at 3-4%

NINTH MALAYSIAN PLAN UNDERWAY

New emphasis on key economic developments