

BURSA MALAYSIA BERHAD

33rd Annual General Meeting

Presentation to Shareholders

Dato' Yusli Mohamed Yusoff, CEO
29 March 2010



Visit us at <http://www.bursamalaysia.com>

Bursa Malaysia and its Group of Companies (the Company) reserve all proprietary rights to the contents of this Presentation.

Whilst the Company endeavours to ensure that the contents in the presentation booklet are accurate, complete or have been obtained from sources believed by the Company to be accurate and reliable, neither the Company nor the Presenter make any warranty, express or implied, nor assume any legal liability or responsibility for the accuracy, completeness or currency of the contents of this Presentation.

In no event shall the Company be liable for any claim, howsoever arising, out of or in relation to this presentation booklet to the recipient of this presentation booklet and/or to any other third party.

Highlights

Key Highlights	3
2009 Key Developments	4
Securities Market Overview	5 - 6
Derivatives Market Overview	7-8

Key Financial Highlights

(RM mil)

	2009	2008	Δ %
Operating Revenue	297.6	302.3	(2) ▼
Capital Gain	76.0	-	NA
Net Profit	177.6	104.4	70 ▲
Net Operating Profit (excl. capital gain)	101.6	104.4	(3) ▼
ROE (%)	22.6	13.8	64 ▲

- Sustained operating revenue
- Capital gain of RM76 million from disposal of 25% equity stake in Bursa Malaysia Derivatives (BMD)
- Prudent cost management
- Final dividend of 9 sen (tax exempt)
- Total Shareholders' Return for 2009 of 58.6%

2009 Key Developments

Securities Market – Improving Accessibility & Efficiency

- New Fund Raising Framework and Board Structure – Main & ACE Market
- Direct Market Access - Equity

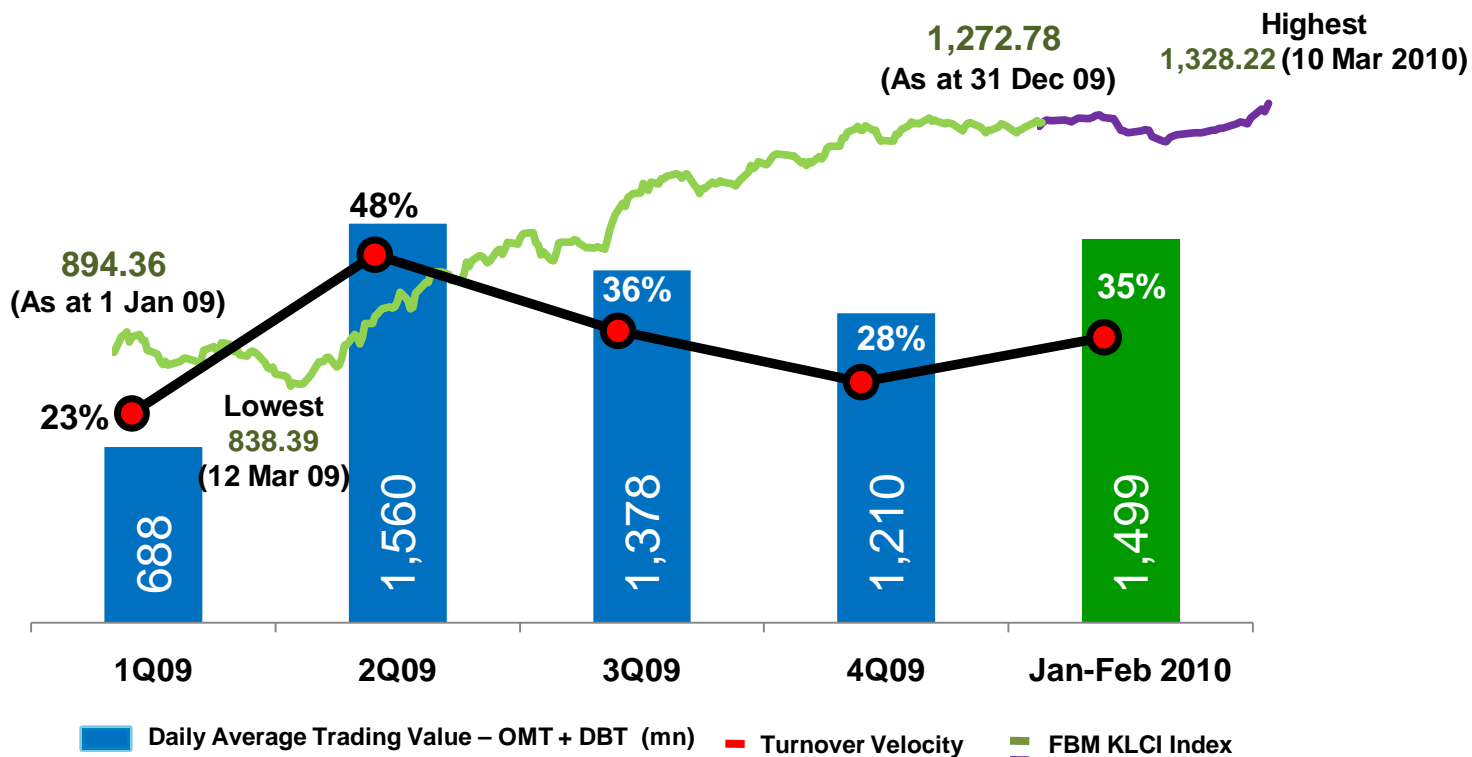
Derivatives Market – Internationalising

- Strategic partnership with CME on derivatives market

Islamic Market – Developing New Products & Services

- Bursa Suq Al Sila'
- Sukuk Listing

Securities Market Overview (1)



- Q109 saw continuation of weak sentiment from previous year, however the FBM KLCI rebounded quickly after reaching a low of 838 pts on 3rd March, rising 45% over the year
- FBM KLCI reached new peak at 1,328 pts on 10 March 2010

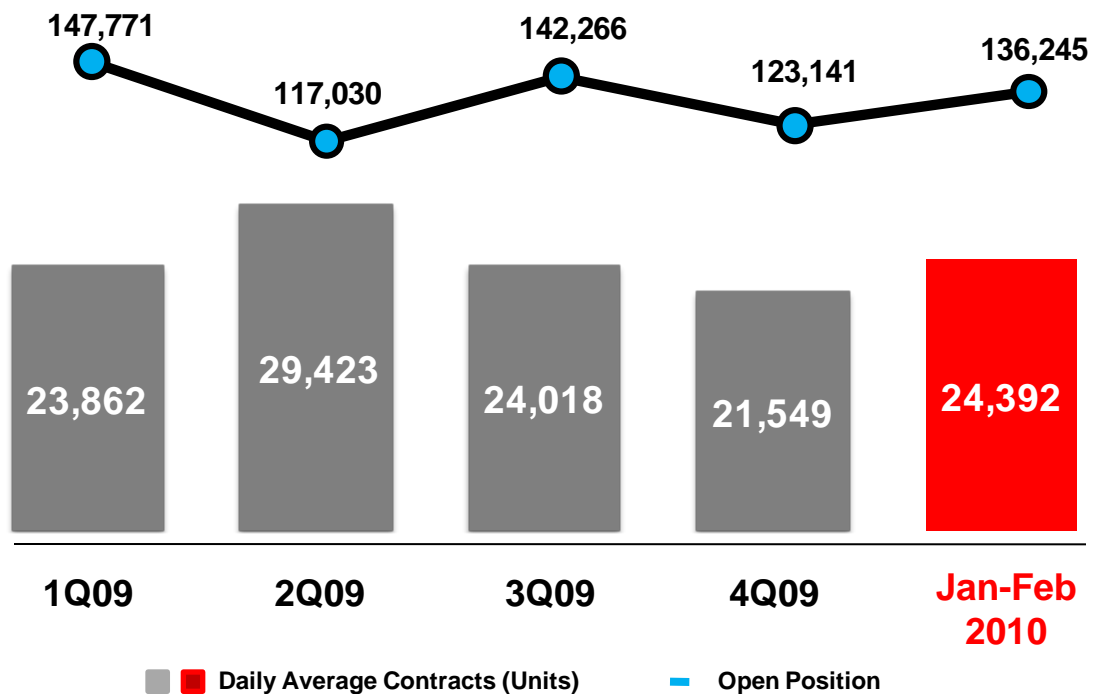
Securities Market Overview (2)

	2009	2008	% ▲	Jan – Feb 2010	% ▲		2009	2008	% ▲	Jan – Feb 2010
Market Capitalisation at year end (RM bn)	999	664	51	1,012	1	No. of New Structured Warrants	124	81	53	42
Velocity (%)	34	34	-	35	3	No. of IPOs	14	23	(39)	2
Daily Average Trading Value OMT +DBT (RM mn)	1,221	1,278	(4)	1,499	23	Total Fund Raised* (RM bn)	27.8	5.9	371	9.9

* From IPO & secondary offerings

- Market valuation improved in line with positive investors sentiment
- Total funds raised from IPO and secondary offerings increased substantially
 - First foreign listings and the largest listing in Southeast Asia - Maxis Berhad
 - Maybank and Axiata rights issues

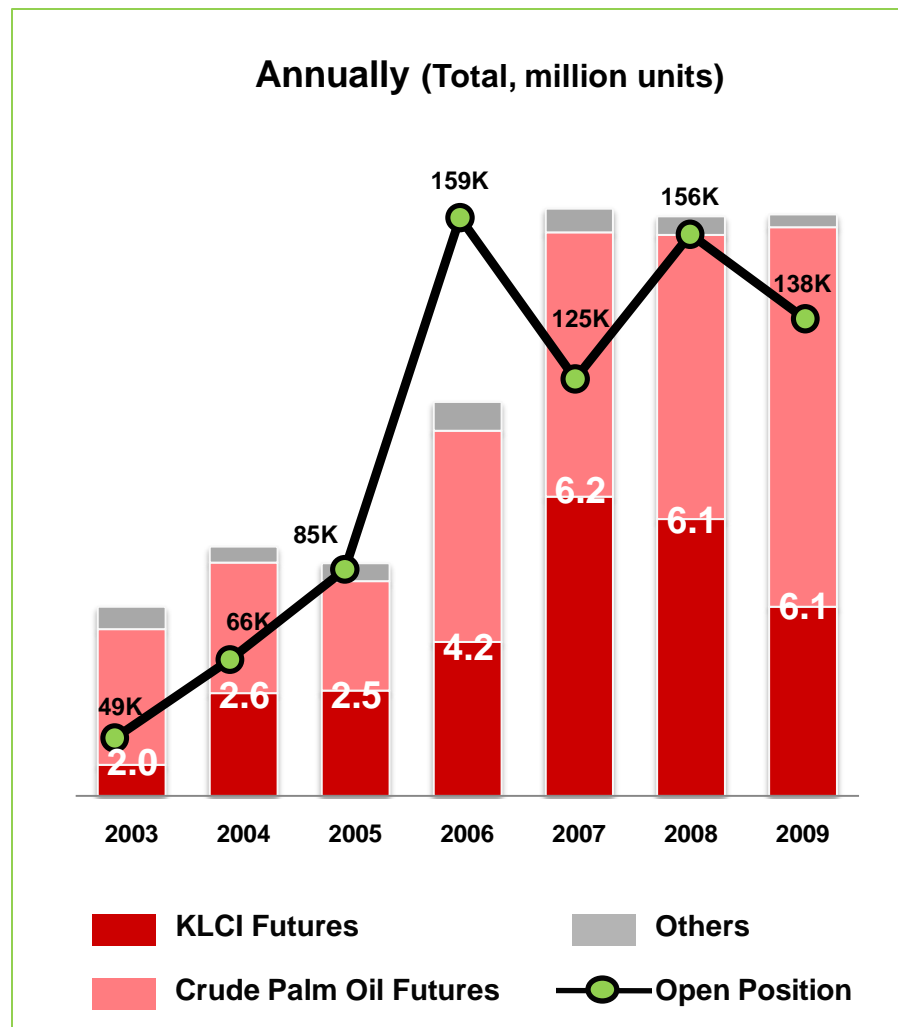
Derivatives Market Overview (1)



Daily Average Contracts	2009	2008	▲ %	Jan – Feb 2010	▲ %
○ Total	24,749	24,878	(1)	24,392	(1)
○ FCPO	16,165	12,210	32	16,361	1
○ FKL1	8,056	11,873	(32)	7,206	(11)

Derivatives Market Overview (2)

- Volatility in commodity prices in 2009, FCPO performed well
- FCPO contract volume saw a new high, gaining 32% over previous record in 2008
- FKLI volume declined 32%, reflecting lower investor interest and foreign support for the contract
- Total number of contracts traded increased 0.3% from 2008

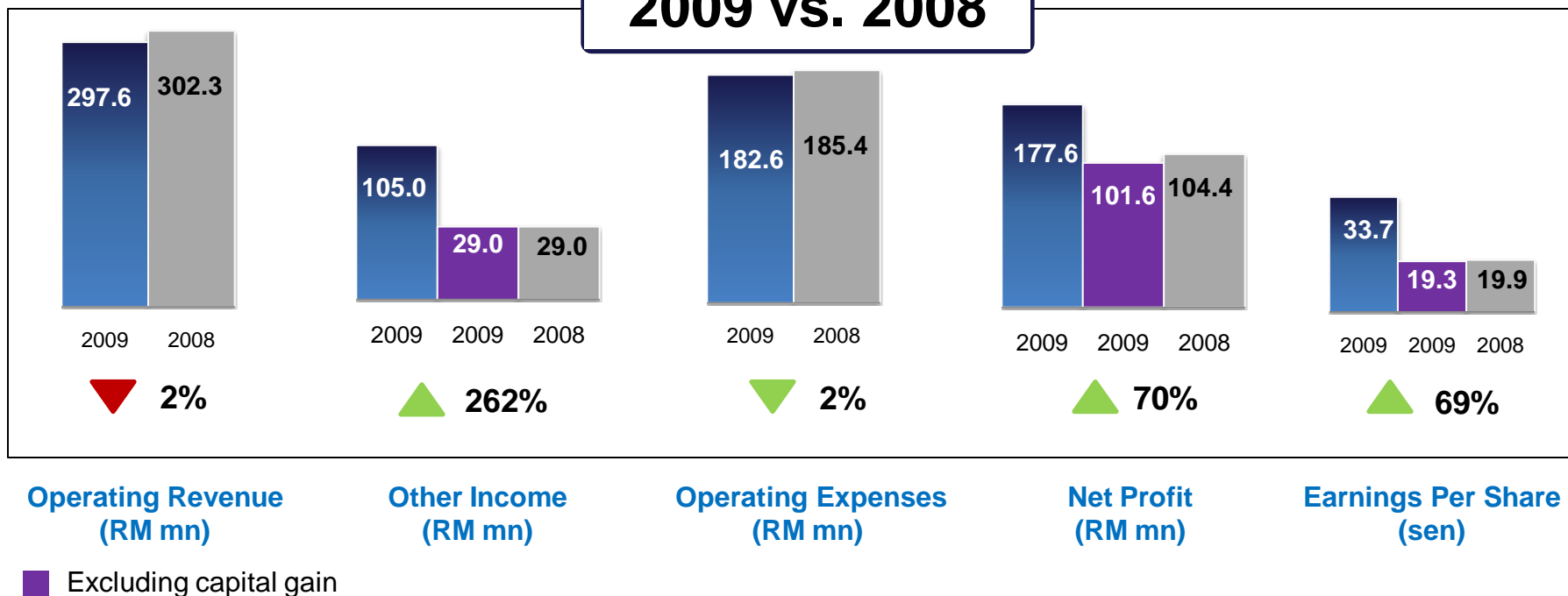


Financial Review & Performance

Financial Results Snapshots	10
Operating Revenue	11
Stable Revenue	12
Operating Expenses	13
Performance Ratios	14
Capital Management	15
Dividend Payout	16
Bursa's Share Price Performance	17

Financial Results Snapshots

2009 vs. 2008

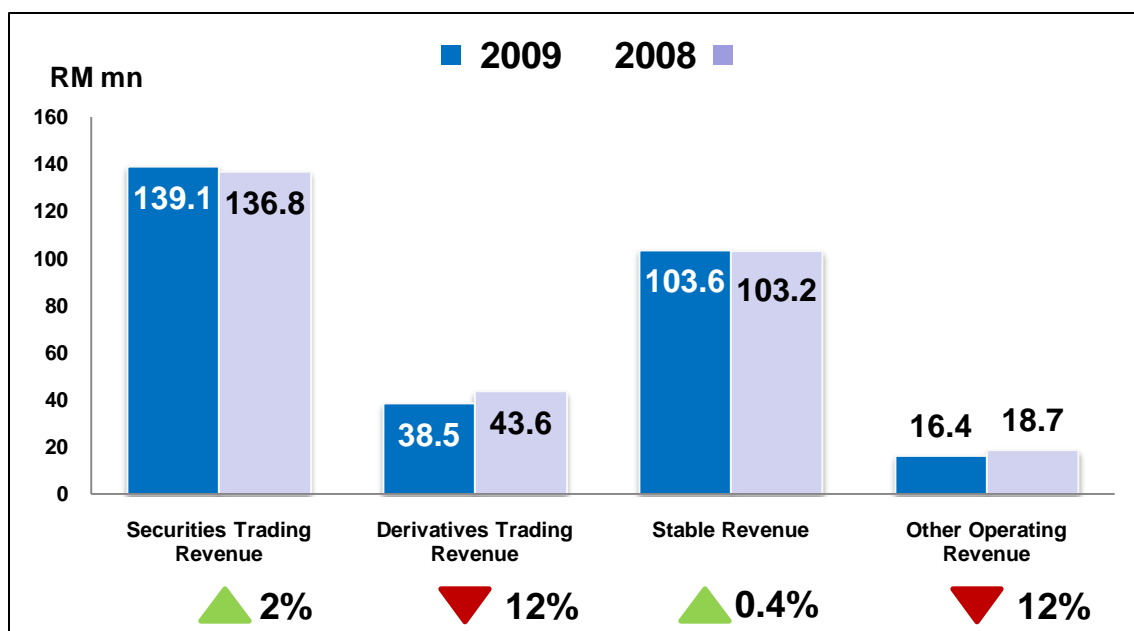
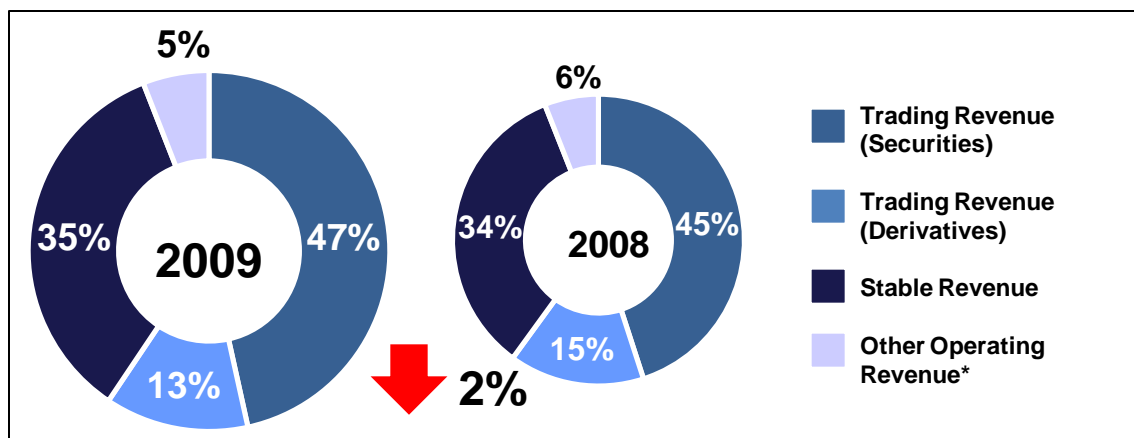


- Operating revenue declined slightly due to fall in derivatives revenue
- Significant reductions of 13% in operating expenditure excluding depreciation & amortisation (D&A). This was offset by higher D&A

Operating Revenue

**Operating revenue 2009 : RM297.6mn
(2008: RM302.3 mn)**

- Securities trading revenue increased marginally by 2% due to higher effective clearing fees
- Derivatives trading revenue declined despite a marginal increase in the total number of contracts traded. This was due to a decrease in the number of FLKI contracts traded, which attract higher fees than FCPO
- Other operating revenue fell owing to reduction in perusal fees and interest earned from participants

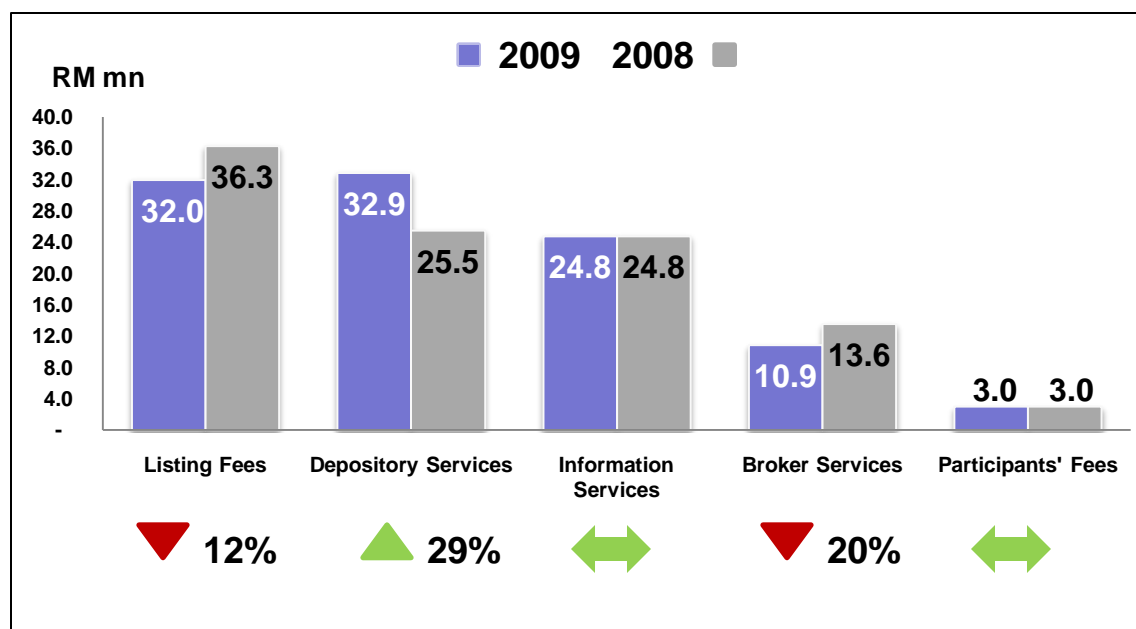
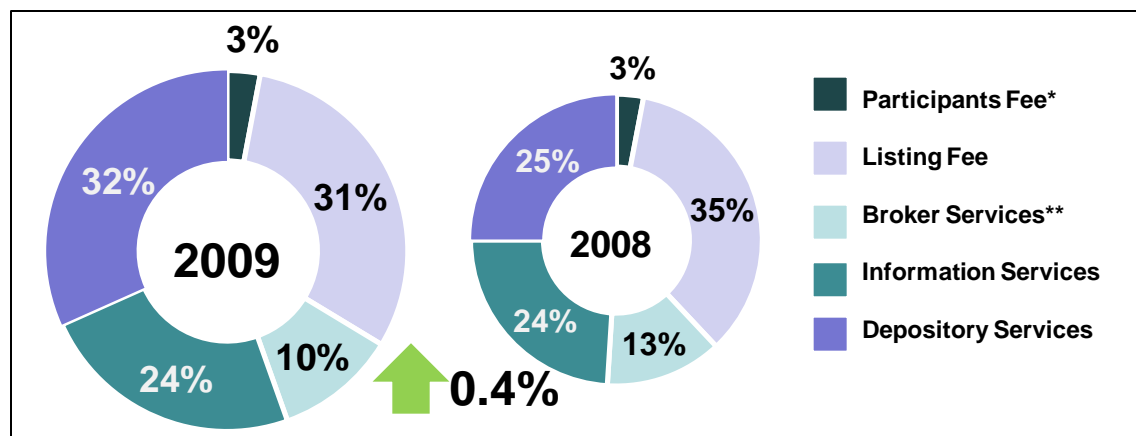


*Other operating revenue mainly comprise interest earned from participants' contributions, conference fees and perusal & processing fees

Stable Revenue

**Stable revenue 2009 : RM103.6 mn
(2008: RM103.2 mn)**

- Higher depository fees due to collection of prior years CDS fees, increase in public issues
- Lower listing fees due to lower market capitalisation, reduction in new listings
- Lower income from broker services following phasing out of older network equipment



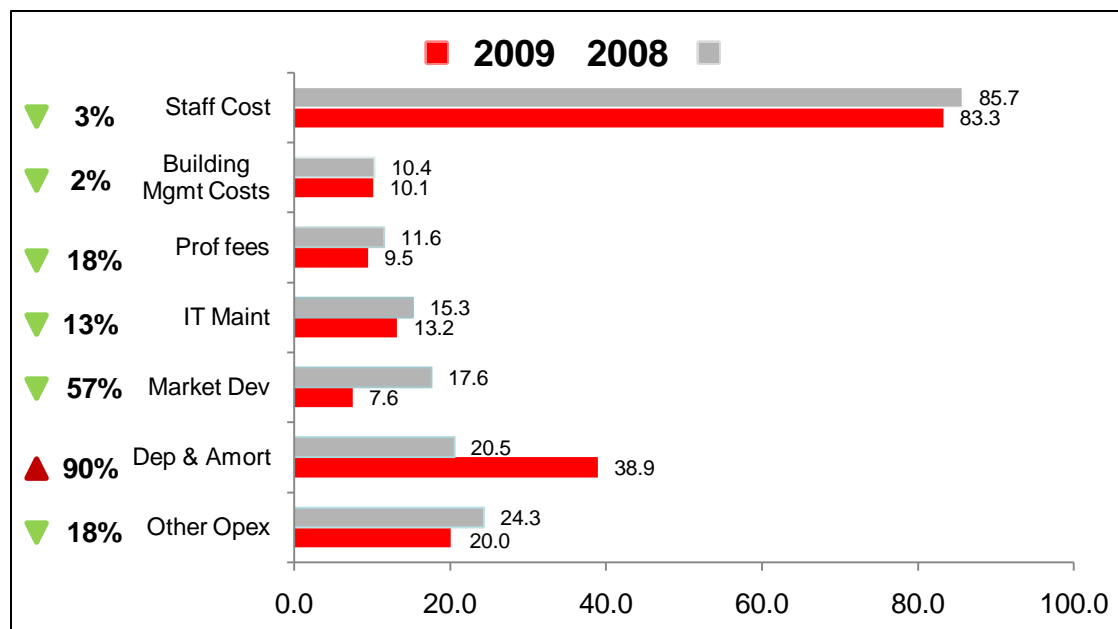
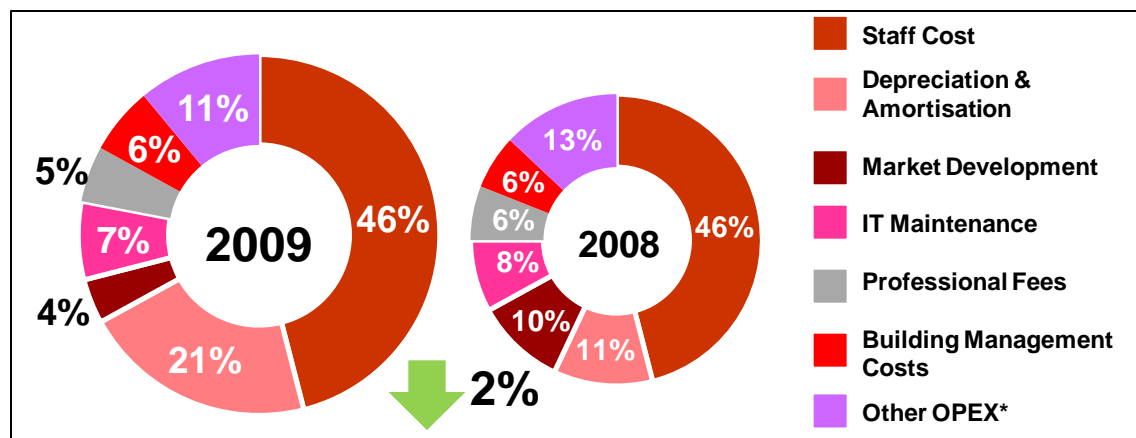
*Participants' Fees comprises application/ admission/ initial/ registration fees, participants' subscriptions and renewal fees

**Broker Services comprises of Data Communication equipment rental income at a fixed monthly rate

Operating Expenses





**Operating Expenses 2009 : RM182.6 mn
(2008: RM185.4 mn)**

- Lower market development, professional fees, promotion and travel expenses due to vigilant approach to managing costs
- Higher depreciation and amortisation for Bursa Trade and ETP Phase II



*Other OPEX comprises administrative expenses, CDS consumables, conference expenses, etc.

Performance Ratios

%	2009	2008	△%	
Return on Equity <i>(excluding capital gain 13.6%)</i>	22.6	13.8	64	
Operating EBITDA Margin	51.7	45.5	14	
Net Profit Margin <i>(excluding capital gain 31.6%)</i>	44.1	31.5	40	
Stable Revenue + Derivatives Income: Total Operating Expenses	77.8	79.2	(2)	

Capital Management

As at 31 December 2009

Shareholders' Fund

RM840 million (2008: RM732 million)

**Financial Resources
Available for Use**

RM453 million (2008: RM403 million)

Commentary

- The Company has sufficient financial resources to cover its CAPEX, Clearing Guarantee Fund commitment and working capital

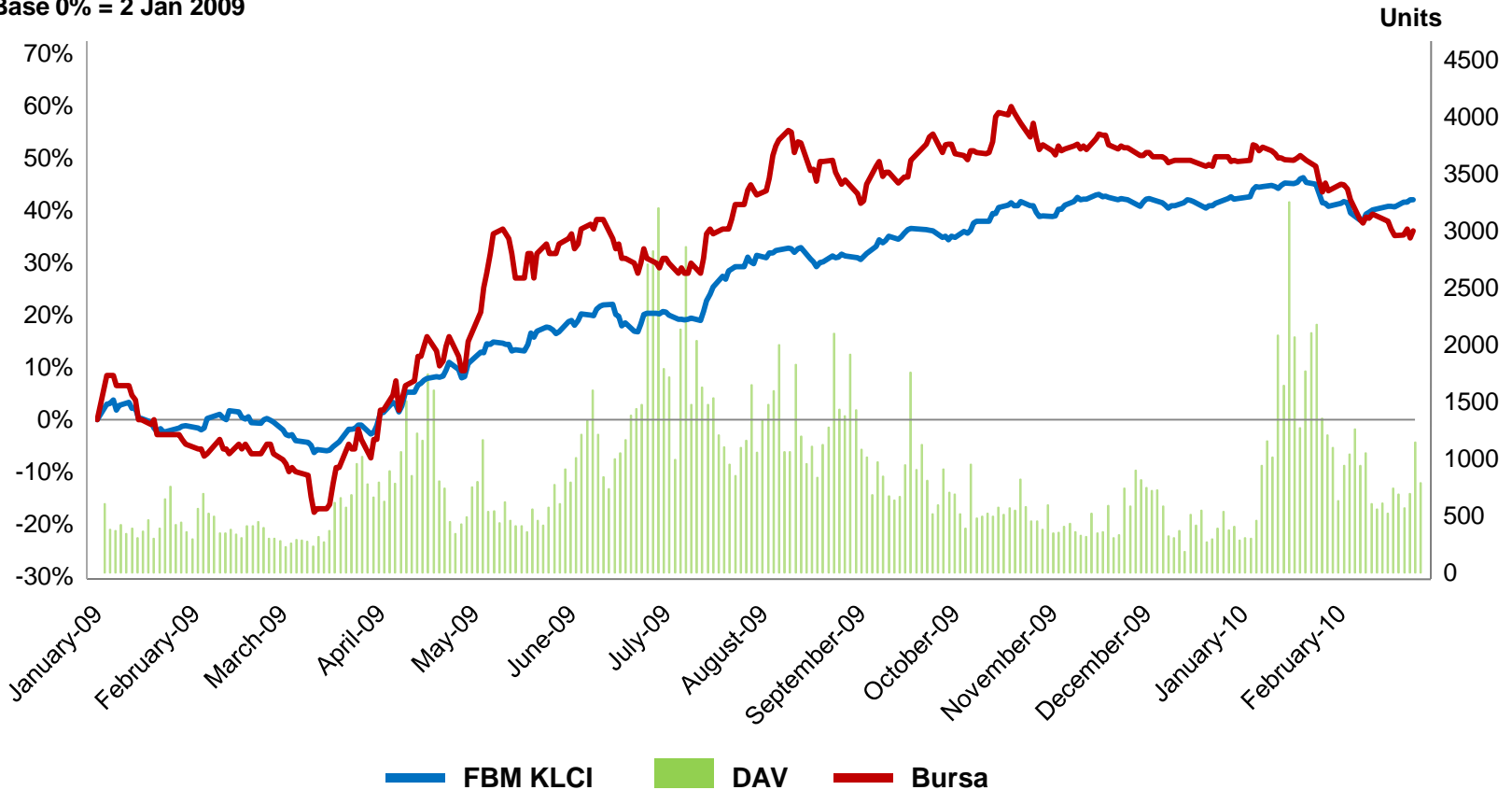
High Dividend Payout

Maximising Value to Shareholders, Surpassed 75% Payout Policy

	Historical Dividend Payout (sen/gross)	% of Dividend Payout (exclude special dividend)
FINANCIAL YEAR 2009	<ul style="list-style-type: none"> - Interim dividend <li style="padding-left: 20px;">- Franked dividend 5.1 <li style="padding-left: 20px;">- Tax exempt 5.0 - Final Dividend (tax exempt) 9.0 	93%
FINANCIAL YEAR 2008	<ul style="list-style-type: none"> - Interim Dividend 16.5 - Final Dividend 7.8 	91%
FINANCIAL YEAR 2007	<ul style="list-style-type: none"> - Interim Dividend 32 - Final Dividend 25 - Special Dividend 28 	91%

Bursa's Share Price Performance

Base 0% = 2 Jan 2009



As at 31 Dec 2009

Total Shareholders' Return		Share Price Performance	
○ Since IPO	244%	○ Since IPO	166%
○ For the Year	59%	○ For the Year	55%

Business Review & Strategy

Mid-term Business Direction	19
2009 Initiatives	20
Our Focus In 2010	21
Our Regulatory Role	22
Market Outlook	23

Mid-term Business Direction



2009 Initiatives – Building blocks for an attractive market

NEW PRODUCTS & SERVICES

FTSE BM Palm Oil Plantation
Index Series

MAIN Market ACE Market

بورصة سوق السلع
BURSA Suq Al-Sila'

Sukuk Listing /
Bonds Listing (exempt regime)

STRENGTHENING LIQUIDITY

Market Making-
Structured Warrants & ETFs

More Proprietary Day Traders

Restructuring of minimum
bids/spread size

Introduction of SBL-Negotiated
Trade

Market Education & Awareness

Direct Market
Access - Equity

INTERNATIONALISING MARKETS

KLCI Conversion
to FTSE

Multicurrency Securities
Framework

Foreign IPOs

Strategic partnership with CME
on derivatives market

Our Focus in 2010

SECURITIES MARKET

- Drive Liquidity & Vibrancy
- Enhance Pre and Post Trade Equities Infrastructure and
- Lower Friction and Widen Access

DERIVATIVES MARKET

- Restructure Infrastructure
- Develop Existing Business
- Leverage On Existing Strategic Partnership

ISLAMIC MARKET

- Internationalize Islamic Markets Products and Capabilities
- Increase Visibility In Line With MIFC's Objectives
- Attract International Investors & Issuers

Our Regulatory Role – maintain market integrity

KEY INITIATIVES & ACTIVITIES

● Enhance CG standards:

- CG Guide and awareness program
- engagement with directors and auditors

● Improve standards of disclosure:

- Proactive monitoring and engagement with PLCs
- In 2009,
 - 406 queries on announcement by PLCs
 - 157 media queries to PLCs

● Strict & objective enforcement;

- In 2009, enforcement actions were taken against:
 - 76 directors, total fines – RM3.76 mil
 - 62 participants, total fines – RM1.51 mil

● Enhance the efficiency of capital raising:

- Enhanced framework for capital raising
- Reduced time to market for capital raising

● Effective oversight over intermediaries:

- Applied risk based approach & regular stress testing and impact analysis

● Market orderliness through effective regulation :

- Employed effective methods to detect trading concerns and addressed the same

Securities Market

- **Global outlook cautious, improvement in local economic data supports positive domestic outlook**
- **Liberalisation efforts by the government to make Malaysia attractive to global investors has potential to bring Malaysian financial markets closer to regional benchmarks**

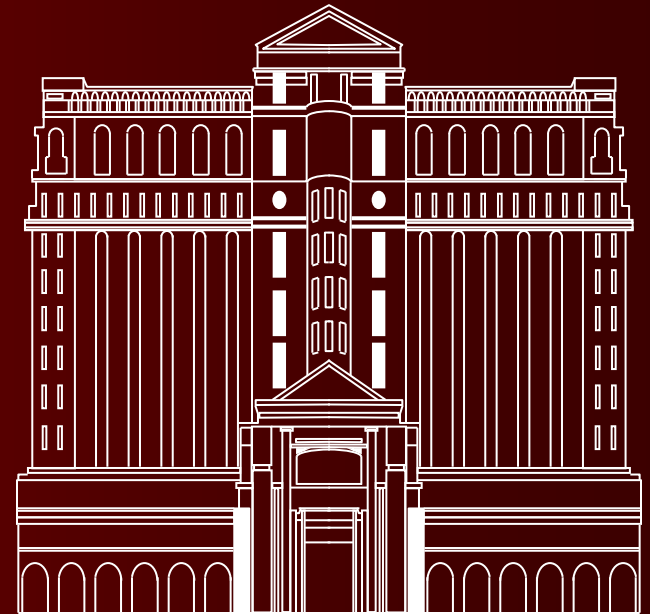
Derivatives Market

- **Continued volatility in CPO prices to sustain volume of FCPO trades**
- **Partnership with CME expected to complement and strengthen derivatives market through joint product development and increase global visibility of the Malaysian derivatives market**

Islamic Market

- **Expand market reach for Bursa Suq Al-Sila'**
- **Propel Malaysia as Global forerunner in Islamic Capital Markets**

Thank you



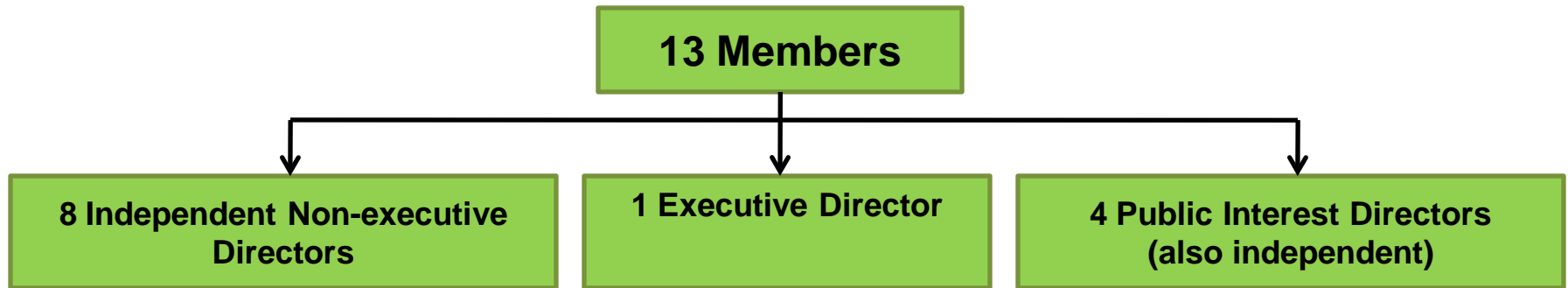
Visit us at <http://www.bursamalaysia.com>

Additional Information

Board Of Directors and Shareholdings Structure	26
Market and Product Diversity	27
Trading Participation	28
Market Foreign Ownership	29
Derivatives Market Demography	30

Board Of Directors and Shareholdings Structure

As at 28 February 2010

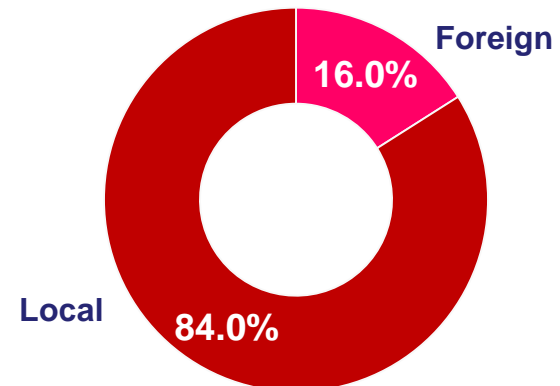


Market Capitalisation of Bursa Malaysia : RM4.0 bn (USD1.2 bn)

Substantial Shareholders

Minister of Finance Inc.	19%
Capital Market Development Fund	19%

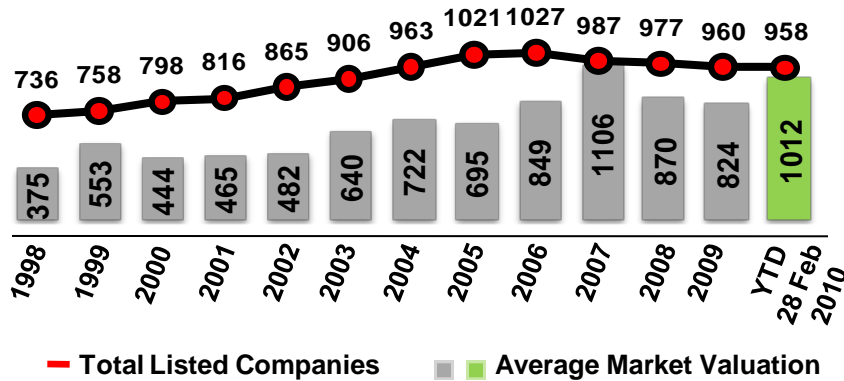
Shareholding by Size



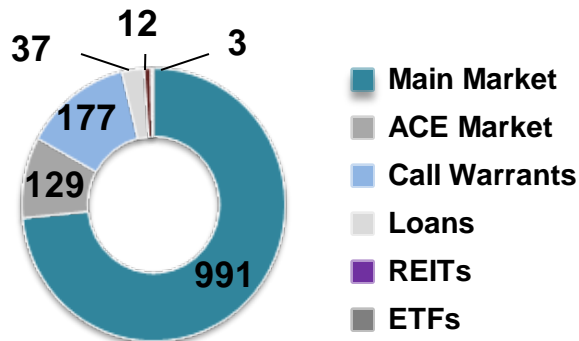
Our Market and Product Diversity

Our Market

Market Valuation & Listed Company



No. of Counters Listed



Our Product Diversity

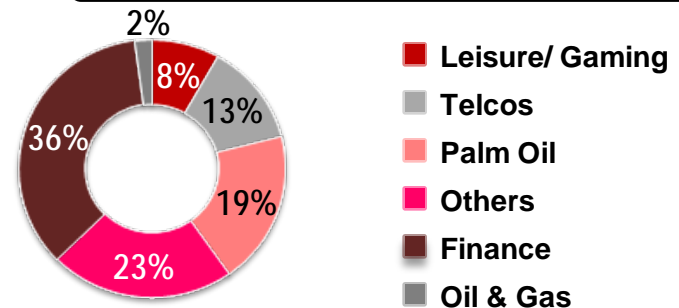
Shariah & Non-Shariah Compliant

88% or 841
Shariah
Compliant
Companies

64% or USD 191 bn in
terms of market cap

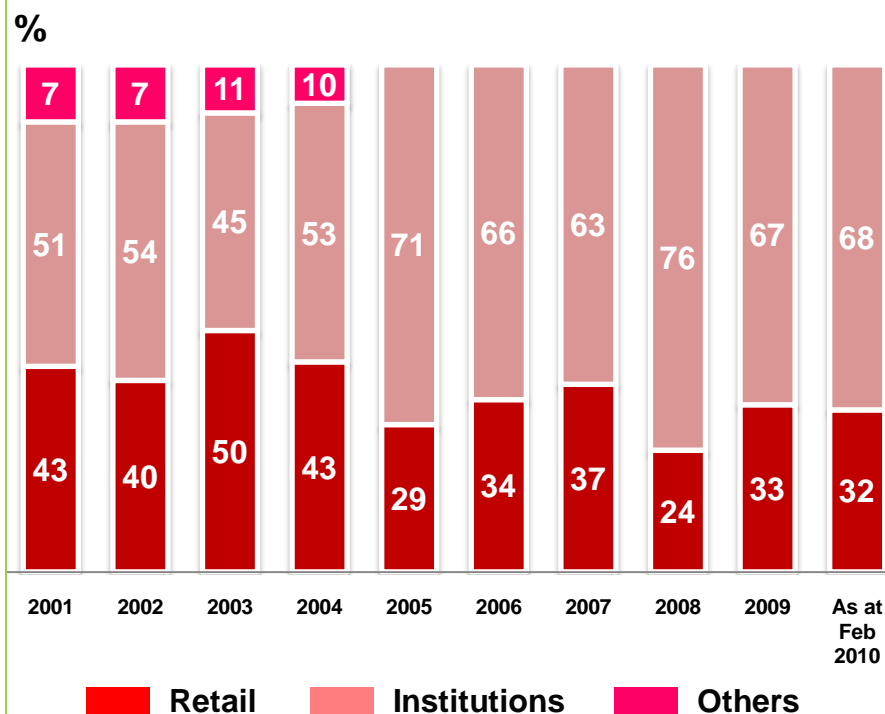
- Shariah Compliant
- Non-Shariah Compliant

Major sectors in FBMKLCI by Market Capitalisation

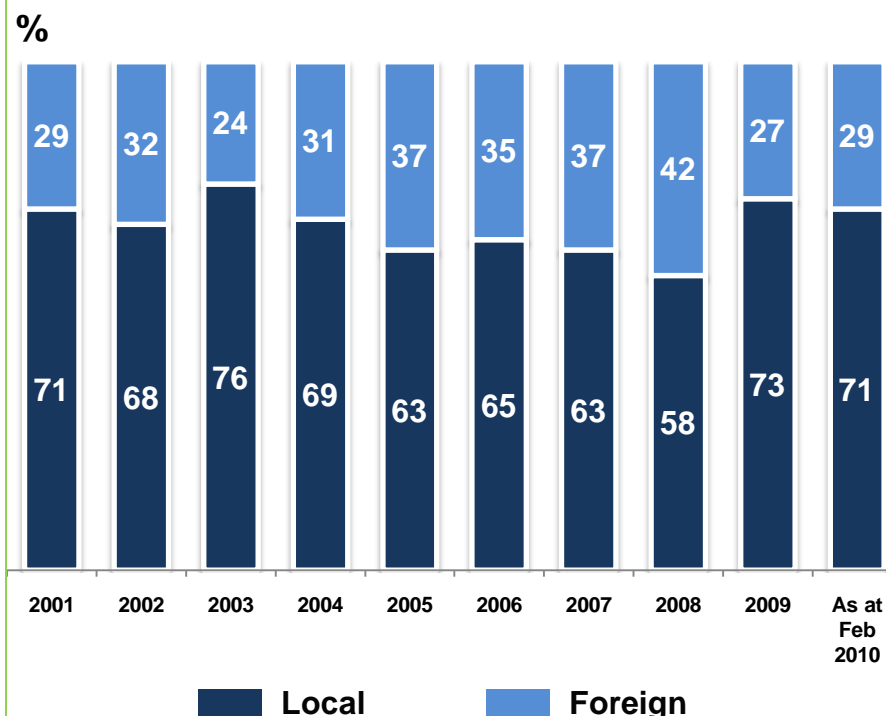


Trading Participation

Retail Trading Participation



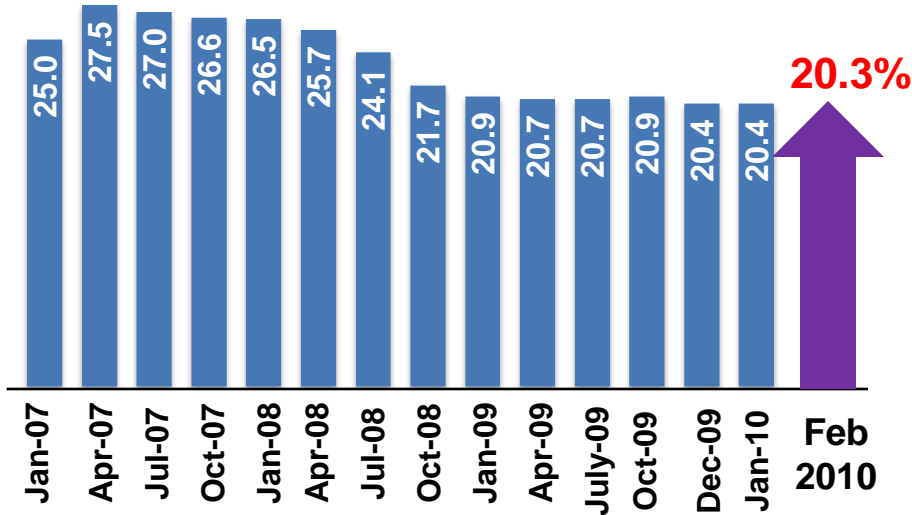
Foreign Trading Participation



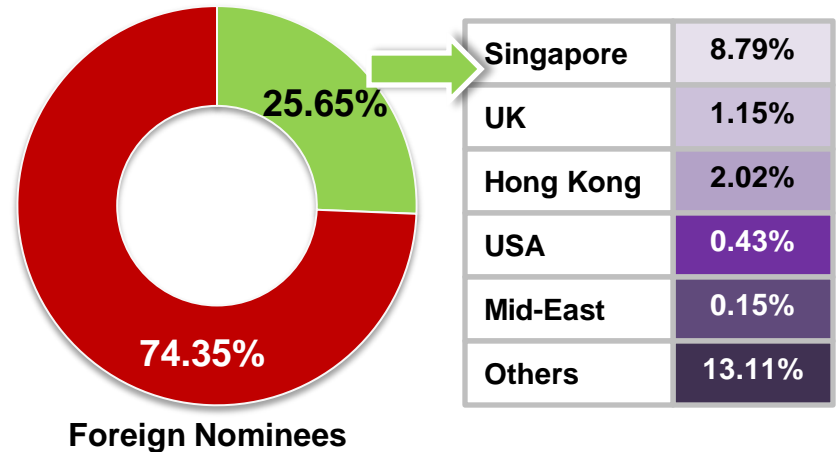
"Others"- refers to trades conducted for accounts not belonging to individuals/ institutions. Definitions of investors' type clarified in 2004, hence reducing the type of investor falling under "others" category.

Market Foreign Ownership

Foreign Ownership (%)

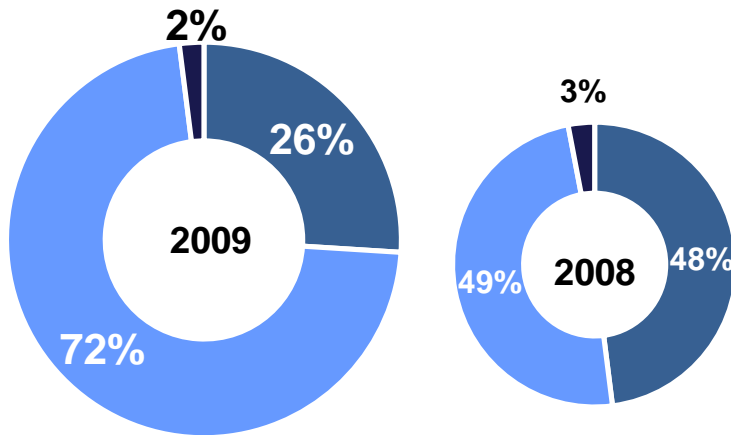


Foreign Ownership by Nationality

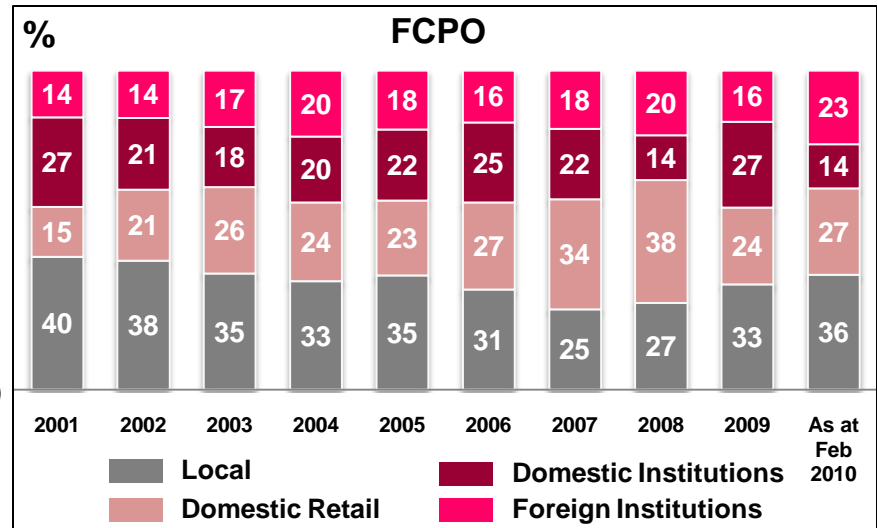
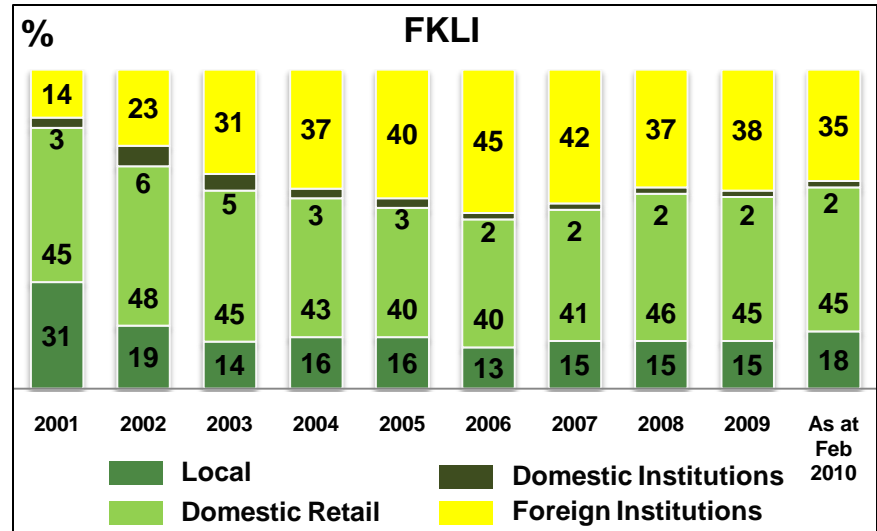


Derivatives Market Demography

2 Leading Derivatives Products, FKLI & FCPO



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



* 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.