

**GUIDELINES OF UNIT TRUST FUNDS  
SUMMARY OF KEY AMENDMENTS ISSUED ON 19 JULY 2016**

The following table provides a summary of the key amendments to the *Guidelines on Unit Trust Funds* which was issued on 19 July 2016:

<b>General amendments</b>		
1) Removal of paragraphs which are repetition of the provisions in the <i>Capital Market and Service Act 2007</i> (CMSA)		
2) Removal of paragraphs which are repetition of the provisions in the <i>Licensing Handbook</i> (revised as at 8 July 2015)		
3) Changes in general layout and editorial amendments including streamlining of terminologies to enhance clarity and consistency		
<b>Amendments to specific paragraphs</b>		
<b>Prior to 19 July 2016 (paragraph)</b>	<b>Issued on 19 July 2016 (paragraph)</b>	<b>Comments</b>
<b>Chapter 2 : Definitions</b>		
Paragraph 2.01	Paragraph 2.01	Definition of "accounts" removed. Definition of "approved accounting standards" and "fund applicant" inserted. Definition of "collective investment schemes" and "fund manager" amended.
<b>Chapter 3: The Management Company</b>		
Paragraphs 3.08 and 3.09	Paragraphs 3.08 and 3.09	New paragraphs inserted to reflect the requirement for management companies to maintain a website.
<b>Chapter 8: Investments of the Fund</b>		
Paragraph 8.04	-	Removed as the definition for the term "fund manager" has been amended in Chapter 2.

<b>Amendments to specific paragraphs</b>		
<b>Prior to 19 July 2016 (paragraph)</b>	<b>Issued on 19 July 2016 (paragraph)</b>	<b>Comments</b>
<b>Chapter 10: Dealing, Valuation and Pricing</b>		
Paragraphs 10.50 to 10.52	-	Existing paragraphs removed as the requirement for the publication of unit price daily in national newspapers is no longer required.
<b>Chapter 11: Meeting of Unit Holders</b>		
Paragraph 11.52	Paragraph 11.42	Amended to provide clarification that a management company or trustee may convene a unit holders' meeting at any time
-	Paragraphs 11.68 to 11.71	New paragraphs inserted to provide clarification on the current operational practice of how and when management companies inform unit holders pertaining to changes to the fund.
-	Paragraph 11.72	New paragraph inserted to clarify the disapplication of Section 239(2)(a)(ii) of the CMSA via the SC's Exemption Order issued on 19 July 2016, pursuant to the implementation of the Enhanced Collective Investment Schemes Framework.
<b>Chapter 13: Applications, Notifications and Reporting to the Securities Commission Malaysia</b>		
Paragraph 13.01	Paragraph 13.01	Amended to reflect the two authorisation processes to be provided by the SC for the establishment of a unit trust fund.
Paragraphs 13.02 to 13.04	Paragraphs 13.02 to 13.04	Amended to provide clarification on a complex fund which would be subject to the standard authorisation process.

<b>Amendments to specific paragraphs</b>		
<b>Prior to 19 July 2016 (paragraph)</b>	<b>Issued on 19 July 2016 (paragraph)</b>	<b>Comments</b>
Paragraphs 13.05 to 13.08	Paragraphs 13.05 to 13.08	Amended to facilitate the expedited authorisation process for non-complex funds.
-	Paragraphs 13.17 and 13.18	New paragraphs inserted to provide for the specific timing for the launching of complex and non-complex funds
<b>Schedule A : Information Required to be Included in the Management Company's Website</b>		
-	Schedule A	Inserted new Schedule to provide clarification on the minimum information required to be disclosed by a management company on its website.
<b>Schedule C: Deed of a Unit Trust Fund</b>		
<b>Schedule D: Deed of a Unit Trust Fund</b>		
-	Schedule D: Deed of a Unit Trust Fund Paragraph (1)(h)	New paragraph inserted to require the management company to convene a unit holders' meeting to obtain unit holders' approval where the interests of the unit holders may be materially prejudiced by any changes to the fund.
<b>Schedule D: Content of a Fund's Report</b>		
<b>Schedule E: Content of a Fund's Report</b>		
Paragraph F (d)(i)	-	Removed the requirement for fund size to be approved by the SC.
<b>Schedule E: Appendix III Registration and Lodgement of a Deed</b>		
<b>Schedule F: Appendix III Registration and Lodgement of a Deed</b>		
Paragraph (7)(iii) second bullet point	-	Removed to adopt the minimum contents requirement of a deed across all funds.