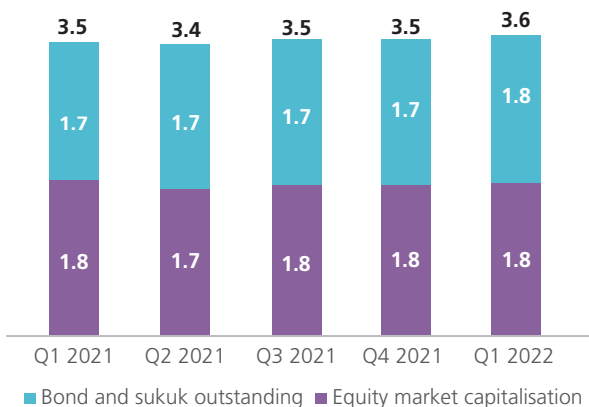


KEY HIGHLIGHTS

SIZE OF CAPITAL MARKET AND FUNDRAISING

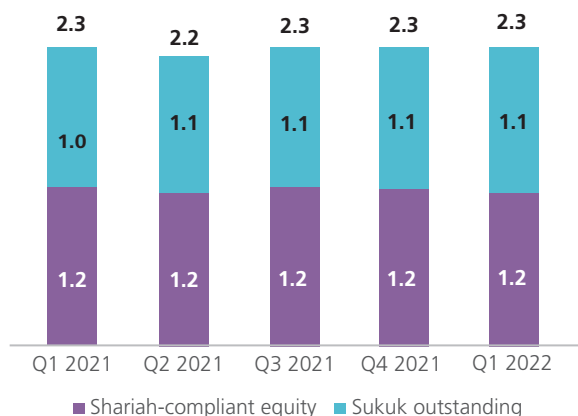
The Malaysian capital market stayed resilient in Q1, driven by higher bonds and sukuk outstanding

Capital market size (RM trillion)*



The Islamic capital market (ICM) remained robust, maintaining its total capital market share of 65%

Size of ICM (RM trillion)*



Q2 2021 Q3 2021 Q4 2021 Q1 2022

-1% +2% +0% +1%

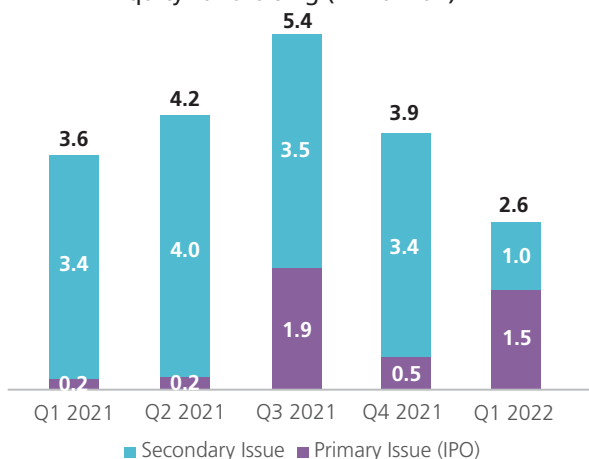
Q2 2021 Q3 2021 Q4 2021 Q1 2022

-1% +4% -1% -0%

Quarterly growth

Primary market boosted by large initial public offerings (IPOs) in the Main Market in Q1 2022 while secondary market issuances were more subdued

Equity fundraising (RM billion)*

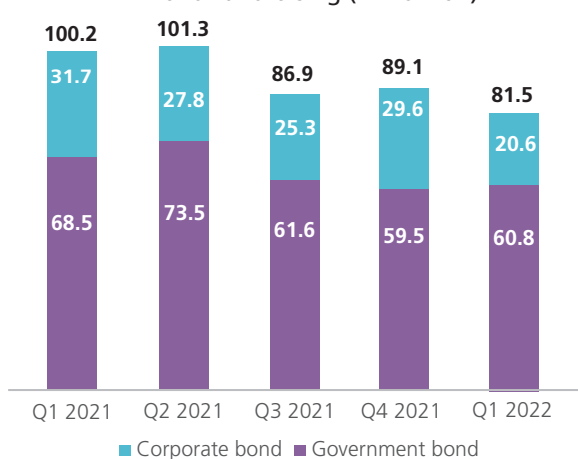


Q2 2021 Q3 2021 Q4 2021 Q1 2022

+16% +30% -28% -34%

Corporate bond fundraising softened as domestic bond yields ended broadly higher amid increased inflationary expectations

Bond fundraising (RM billion)*



Q2 2021 Q3 2021 Q4 2021 Q1 2022

+1% -14% +3% -9%

Quarterly growth

Note:

* Due to the rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

FUND MANAGEMENT

Key Highlights

Assets under management (AUM) softened as global equity market performance broadly declined in Q1 2022 following increased external uncertainties



Quarterly growth

Note:

* Due to the rounding, numbers presented throughout this document may not add up precisely to the totals provided and percentages may not precisely reflect the absolute figures.

SHAPING THE STAKEHOLDER ECONOMY

Strengthen governance culture

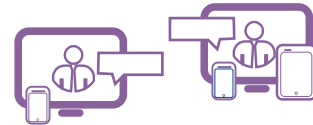


Strengthened board independence, quality and diversity through the [amendments to Main Market and ACE Market Listing Requirements](#) of Bursa Malaysia Securities Bhd relating to director appointment, independence and to require all listed issuers to have at least 1 woman director on the board



Encouraged good governance practices at SMEs through the formation of a Working Group to develop the [Corporate Governance Toolkit for Small and Medium Enterprises \(SMEs\)](#)

Scale ESG



Promoted Islamic finance's role in the expansion of sustainable and responsible investment (SRI) footprint via a [SC-UNDP Islamic Finance International Conference 2022](#), bringing together approximately 550 local and foreign delegates



Continued effort in driving SRI agenda where the SC is finalising the [Principles-based SRI taxonomy](#) for the Malaysian capital market following the completion of the public consultation exercise

KEY HIGHLIGHTS

FACILITATE RECOVERY AND COMPETITIVE GROWTH

Enhanced fundraising efficiency through digital solutions



Facilitated new fundraising avenues through the registration of 2 Initial Exchange Offering (IEO) operators, Kapital DX and Pitch Platforms

Embracing digital age



The SC volunteered to join as a member of the newly established IOSCO Fintech Task Force that will set out a workplan for 2022-23, which includes responding to imminent issues relating to cryptoassets within financial markets

ENSURING MARKET RESILIENCE

Strengthened regulatory agility



Ensured regulatory agility by facilitating Bursa to allow ETFs conducted under PSS to increase their net short position above the 10% limit



Enhanced regulatory clarity and consistency pursuant to the amended *Capital Market and Services (PRS Industry) (Amendment) Regulations 2022*



Enhanced clarity for the unit trust industry through the incorporation of additional amendments to the *Guidelines on Unit Trust Funds* as a result of further feedback received from the industry

EFFECTIVE REGULATOR

Enhanced operational efficiency to cater to market participants' needs



Improved operational efficiency between the SC and CMSL holders following the launch of Phase 1 of the Electronic Application System (EASy)

Continued efforts in fostering and inculcating a culture of ethics and integrity



Enhanced internal compliance and governance standards through the issuance of the *Compliance and Ethics Handbook*

SUPERVISORY AND ENFORCEMENT EFFECTIVENESS & EFFICIENCY

Achieved swift and targeted enforcement actions for credible deterrence



Entered into 2 regulatory settlements in Q1 2022, with amount disgorged totalling RM1,157,033.56

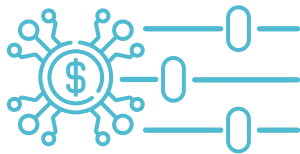


Charged 3 individuals for securities law breaches, which include furnishing misleading or false reports to the SC and the stock exchange, market manipulation, unlicensed activity, and securities fraud

KEY HIGHLIGHTS

INVESTOR EMPOWERMENT THROUGH BROADENED INVESTMENT OPTIONS AND OUTREACH

Widened investment options to cater to investor needs



Improved market liquidity and attractiveness of structured warrants through the enhancement of structured warrants framework



Enhanced investment options through enabling modifications to the Gold futures contract at the derivatives exchange

Expanded investor outreach to promote greater inclusivity



InvestSmart® continues to optimise its social media platforms and through collaboration with partners to reach out to wider audience with its investor education initiatives