CONTENTS

FOREWORD BY THE MINISTER OF FINA	NCE, MALAYSIA 6	
INTRODUCTORY REMARKS BY THE CHASECURITIES COMMISSION MALAYSIA	AIRMAN OF THE 10	О
CHAPTER 1: REVIEW OF THE CAPITAL N	MARKET MASTERPLAN 2 14	4
 1.1 Resilience in an Era of Heightened Global U 1.2 Expanded Role of the Capital Market 1.3 Enhanced Governance for Market Integrity 		
CHAPTER 2: POSITIONING AHEAD	32	2
2.1 Global Megatrends2.2 Outlook and Priorities for the Malaysian Ecc2.3 The Future of Malaysia's Capital Market	onomy	
CHAPTER 3: ENABLING A MORE RELEVAND DIVERSIFIED MARKET		4
 3.1 Catalysing Competitive Growth 3.2 Empowering Investors for a Better Future 3.3 Shaping a Stakeholder Economy with Susta and Islamic Capital Market 	inable and Responsible Investment	
CHAPTER 4: EVOLVING THE REGULATOR	DRY APPROACH 80	0
 4.1 Embedding Shared Accountability within th 4.2 Prioritising Efficiency and Outcomes 4.3 Embracing the Digital Age 	e Capital Market	
ABBREVIATIONS	11	14
REFERENCES	11	1
THE APPROACH TO THE CAPITAL MARK	CET MASTERPLAN 3	10

CHARTS

Chart 1:	The CMP2 Decade was Marked by Significant Events that Heightened Uncertainty and Caused Significant Ramifications Globally	16
Chart 2:	Despite a Challenging Decade, Asia Continued to be the Leading Driver of Global Growth	17
Chart 3:	Steady Economic Growth Path Prior to 2020, Enabled by Continued Access to Market-based Financing	18
Chart 4:	The Malaysian Capital Market Grew to RM3.4 Trillion as at End of 2020	19
Chart 5:	Malaysia's Capital Market Continued to Develop Towards the Global Frontier	20
Chart 6:	Alternative Fundraising Landscape Has Seen Greater Diversification in the Last Decade	2′
Chart 7:	Higher Number of MidS Listings and Improved Trading Activity	23
Chart 8:	Corporate Bonds and Sukuk Grew in Significance Over the Last Decade	24
Chart 9:	Total AUM More Than Doubled Over the Last Decade	24
Chart 10:	The Malaysian ICM Doubled in Size Over the Last Decade	26
Chart 11:	Malaysian Population Will Continue to See Challenges in Adequacy of Retirement Savings as the Future of Work Evolves Further	40
DIAGRAM		
Diagram 1:	How Financial Development Contributes Towards Economic Development	39
Diagram 2:	Overview of the CMP3	4
Diagram 3:	The Funding Escalator Across the Growth Cycle of Companies	47
Diagram 4:	Alternative Marketplaces Can Enable Greater Value Proposition for the Capital Market	52
Diagram 5:	Potential for Diversification and Competition in the Malaysian Intermediation Landscape	54
Diagram 6:	Strengthening the Ecosystem for Risk Intermediation	56
Diagram 7:	Investment Needs Range from Wealth Accumulation, Preservation to Decumulation	59
Diagram 8:	Broader Types of Advisory Models to Cater for Spectrum of Investor Needs	63
Diagram 9:	Facilitating Industry Digitisation with Digital Inclusiveness	66
Diagram 10:	Commonalities Between ESG, Shariah Values and Stakeholder Economy	67
Diagram 11:	Broader Funding Options Needed to Finance Green and Transition Solutions Towards a Net-Zero Future	72

Diagram 12:	ICM Offerings Can be Broadened to be More Relevant to the Different Stakeholders of the Economy	74
Diagram 13:	Market Participants Have Shared Accountability in Preserving Market Integrity	83
Diagram 14:	Key Thrusts to Promote Responsible Businesses	84
Diagram 15:	Factors Taken Into Account in a Voluntary Self-Reporting Framework	86
Diagram 16:	Key Considerations in Adopting a Balanced Approach Between Principles and Rules-Based Regulations	88
Diagram 17:	Approaching Principles-Based Regulations With Regulated Entities	89
Diagram 18:	Greater Transparency Across the Regulatory Value Chain	90
Diagram 19:	Prioritising Efficiency and Outcomes in the Face of New Challenges	93
Diagram 20:	Changing Demography and Market Landscape Exacerbates Investor Vulnerabilities	94
Diagram 21:	Measures Undertaken by Global Securities Regulators for Vulnerable Investors, in Particular Senior Investors	96
Diagram 22:	Supervisory Focus Towards Greater Efficiency and Outcomes	97
Diagram 23:	Swift, Effective and Targeted Enforcement Approach	99
Diagram 24:	The Approach for the Development of RegTech in Malaysia	104
Diagram 25:	The SC's Digital-Enabler Objectives Will Benefit Capital Market Participants	108
BOX ARTIC	CLE	
Article 1:	Maqasid al-Shariah for the Stakeholder Economy	70
Article 2:	Objectives of RegTech	10!
Article 3:	Governance in a Glance: The Use of Artificial Intelligence to Monitor CG	11(