

## CONTENTS

## **CHAIRMAN'S MESSAGE**

## **HIGHLIGHTS 2019**

## PART 1 Enhancing Access to the Capital Market

- 3 Introduction
- 3 Leveraging Digital Technology to Broaden Access to the Capital Market
- 10 Expanding Islamic Capital Market Capabilities
- Developing Malaysia's Value Proposition as a Regional SRI Centre
- 21 Facilitating Vibrancy in the Capital Market
- 24 Advocating Investor Protection

### **Infographic and Box Article**

- 4 ECF and P2P Financing Platforms
- 5 Case Study: Malaysia's First Equity Crowdfunding Exit
- 7 Malaysia Co-investment Fund
- 8 SC Fintech Roundtable
- 9 Nurturing the Malaysian Fintech Ecosystem – aFlNity
- 13 Revised SRI Sukuk Framework to Spur Issuances
- 16 5*i*-Strategy
- 19 Notable SRI Initiatives in the Malaysian Capital Market
- 20 Enhancing Accessibility through Islamic and Sustainability Initiatives in 2019
- 25 Private Retirement Schemes: Growth of Assets and Members
- 26 National Strategy for Financial Literacy 2019-2023

# PART 2 Creating a More Agile Capital Market

- 31 Introduction
- 31 Digitising Towards Better Investor Experience and Operational Efficiency
- 35 Promoting Liquidity in the Capital Market
- 35 Strengthening the Primary Market Ecosystem
- 38 Promoting Competitiveness in the Unit Trust Industry

#### **Infographic and Box Article**

- 32 BRIDGe: Brokerage Industry Digitisation Group
- 35 Providing Flexibility in Short Selling and Market Making
- 40 The Evolving Business of Asset Management: Malaysia's Perspective

## PART 3 Strengthening Accountability in the Market

- 47 Introduction
- 47 Promoting the Adoption of Corporate Governance Best Practices
- 51 Strengthening the Resilience of the Capital Market Against Corrupt Practices
- 55 Ensuring Market Resilience
- 62 Reinforcing Orderly Trading Conduct and Governance Among Market Participants
- 66 Strengthening Conduct and Governance of Intermediaries
- 73 Promoting Market Integrity

#### **Infographic and Box Article**

- 48 Launch of the Corporate Governance Monitor 2019
- 50 SC's Corporate Governance Strategic Priorities (2017-2020) – Implementation Progress
- 57 Macro Stress Test
- 64 Market Study on Misconduct by Licensed and Registered Persons
- 76 Enforcement Highlights 2019: Achieving Effective Deterrence

## PART 4 **Building an** Accessible, **Agile and Accountable** Institution

#### 83 Introduction

#### Collaborative, Open and 83 Accessible Regulator

#### 85 Building an Agile Workforce

Uphold the Highest Standards of 87 Integrity and Accountability

### **Infographic and Box Article**

SC Corporate Values Redefined

## PART 5 **Capital Market Review and Outlook**

- 91 Overview
- 91 Global Developments in 2019
- Malaysian Capital Market Developments in 2019
- 109 Outlook for 2020

#### **Box Article**

104 Financial Development: Catalysing Economic Development in Malaysia

## PART 6 Statements, **Statistics and Activities**

- 114 Board Members
- 120 Executive Team
- 122 Shariah Advisory Council Members
- 124 Organisation Structure
- 126 Statement on Governance
- 135 Financial Statements
- 169 Corporate Proposals
- 174 Investment Management
- 180 Islamic Capital Market
- 186 Venture Capital and Private Equity
- Equity Crowdfunding and Peer-to-Peer Financing 189
- 194 Authorisation and Licensing
- 199 Enforcement
- 217 Investor Empowerment Initiatives
- 222 Complaints and Enquiries
- 223 Publications
- 225 2019 At A Glance
- 232 Acronyms and Abbreviations