

**Summary of Amendments to the Guidelines on Recognized Markets**  
**(Date of Issuance: 16 April 2020)**

The following table provides a summary of amendments to the revised *Guidelines on Recognized Markets* issued on 16 April 2020:

<b>A. General Amendments</b>			
<p>1. Amendments to the general requirements for all RMO by introducing requirement to have in place anti-corruption policies and procedures pursuant to the enactment of the corporate liability provision under section 17A of the <i>Malaysian Anti-Corruption Commission Act 2009</i> effective 1 June 2020.</p> <p>2. Amendment to ECF chapter as consequence of the liberalisation for ECF. This includes removing the maximum amount that an ECF issuer can raise from ECF platforms and allowing companies with capital of up to RM10 million to raise funds via ECF.</p> <p>3. Introducing additional requirements to be complied by an ECF operator or a P2P operator who wish to operate a secondary market.</p> <p>4. Editorial amendments including streamlining requirements to enhance clarity and ensure consistency throughout the Guidelines, and rephrasing and renumbering of certain requirements.</p>			
<b>B. Key amendments to specific paragraphs</b>			
<b>No.</b>	<b>Prior to 16 April 2020</b>	<b>Revision Dated 16 April 2020</b>	<b>Comments</b>
<b>Chapter 6: RMO Obligations</b>			
1	Subparagraph 1.06	<b>Subparagraph 1.06</b>	Amended to include the phrase "subject to any terms and conditions as it deems necessary"
<b>Chapter 6: RMO Obligations</b>			
2	Subparagraph 6.01(i)	<b>Subparagraph 6.01(i)</b>	Amended to include having in place processes to monitor counter proliferation financing requirements

No.	Prior to 16 April 2020	Revision Dated 16 April 2020	Comments
<b>Chapter 6: Board's Obligations</b>			
3	-	<b>New subparagraph 6.02(d)(ii)</b>	Insertion of new paragraph to require the Board of the RMO operator to implement anti-corruption policies and procedures that are appropriate to the nature, scale and complexity of its business
<b>Chapter 8: Reporting Requirements</b>			
4	-	<b>New subparagraph 8.01(c)</b>	Insertion of a new paragraph to require RMO to subject to the SC any information required by the SC for the purpose of administering securities laws in the form and manner as may be specified by the SC
<b>Chapter 13: Equity Crowdfunding</b>			
	<b>Permitted and non-permitted Issuers</b>	<b>Permitted and non-permitted Issuers</b>	
5	Subparagraph 13.15(e)	Subparagraph 13.15(e)	Amended to permit companies with capital up to RM10 million to raise funds via ECF platform
	<b>Limits to funds raised on from ECF Platform</b>	<b>Limits to funds raised on from ECF Platform</b>	
6	Paragraph 13.19	Paragraph 13.19	Amended to remove the yearly limit of maximum fundraising of RM3 million and increasing the maximum amount that an issuer may raise from ECF platforms from RM5 million to RM10 million during their lifetime.

No.	Prior to 16 April 2020	Revision Dated 16 April 2020	Comments
	<b>Disclosure requirements</b>	<b>Disclosure requirements</b>	
7	-	Paragraph 13.24	Insertion of a new requirement for issuer to have an effective, transparent and regular communication with its shareholders
	-	<b>Secondary market</b>	
8	-	Paragraphs 13.27-13.37	Insertion of new provisions applicable for ECF operator who operates a secondary market
<b>Chapter 14: Peer-to-peer financing platform</b>			
9	-	Paragraphs 14.34-14.43	Inserted new provisions applicable for P2P operator who operates a secondary market