

**Grant Information**

# DIGITAL INNOVATION FUND

1. About the Digital Innovation Fund (“DIGID”)
   * DIGID was established by the Securities Commission Malaysia (SC) to co-fund **innovative projects that demonstrate the use of technology** to allow new and competitive propositions in the Malaysian capital market.
   * DIGID aims to encourage technology investments by smaller capital market players and the development of industry-wide solutions impacting capital raising and investment activities.
2. Project Eligibility

* For Mid-Tier Companies (MTCs)
* Projects which intend to adopt technology and digital solutions that:

1. Demonstrate application of **cutting-edge solutions** that uses **advanced tech i.e., Generative AI; OR​**
2. Offer industry-wide technological/utility infrastructure that address industry-wide or national strategic interest, within technology and/or innovation. Solution must **benefit at least 2 MSMEs.​**

* For Small and Medium Sized Enterprises (SMEs)
  + Projects which intend to adopt technology and digital solutions that:

1. Contribute towards **novel or improved Malaysian capital market products and services;** and/or
2. **Address inefficiencies and pain points** faced in any of the following capital market focus areas:

* Trading or post-trade
* Portfolio development and management
* Financial planning/ investment advisory
* Customer profiling and analysis
* Valuation and onboarding; due diligence and credit scoring
* Other supporting capital market activities approved by the SC
  + DIGID Fund is **not** intended to fund solutions for marketing or advertising purposes, and

**not** for developing a narrow scope or non-core segment of the business.

1. Applicant Eligibility
   * For Mid-Tier Companies (MTCs)
     + SC-regulated capital market players with **revenue of up to RM100 million**
   * For Small and Medium Sized Enterprises (SMEs)
   * SC-regulated capital market players with **headcount of up to 75 staff or revenue of up to RM20 million,** aligned with definition of MSME for services sector as per the Guidelines for SME Definition issued by SME Corp. Malaysia

SC-regulated capital market players refer to:

* Capital Markets and Services Licence holders
* Registered Venture Capital Corporations or Registered Venture Capital Management Corporations
* Registered Private Equity Corporations or Registered Private Equity Management Corporations
* Registered Credit Rating Agencies or Registered Bond Pricing Agency
* Registered Capital Market Services Providers: Trustees or Issuing Houses
* Recognized Market Operators

1. Funding Scope
   * Digital and Technology Solutions (only SMEs)
   * DIGID will co-fund **up to 70% of approved qualifying expenses,** capped at **RM500,000 per project**
   * Advanced Technology and Industry Infrastructure
   * DIGID will co-fund **up to 70% of approved qualifying expenses,** may go beyond RM500,000 cap, subject to size of consortium, project scale and value add (determined by Evaluation Committee’s assessment)

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| **Percentage of Total Approved**  **Fund Disbursements (%)** | **Reimbursement**  **Milestones** | **Timeline for milestones to be met by approved projects** |
| 30% | Upon 50% completion of project | Up to 18 months from the date the project has been approved for the DIGID Award |
| 40% | Upon 100% completion of  Project |
| 30% | After demonstrating actual outcomes | Within 1 year after completion of project |

The funds will be disbursed on a reimbursement basis in accordance with the following:

**General Instructions**

# APPLICATION FOR DIGID

1. This Application for DIGID comprises three main parts:
   1. Part 1 Applicant Information (Corporation);
   2. Part 2 Project Details; and
   3. Part 3 Declaration.
2. All questions must be answered. If a question is not applicable, please mark “N.A” in the space provided. Please tick (√) in the relevant boxes where appropriate. Should there be insufficient space for your answers, please use separate sheets of paper and clearly mark each separate sheet of paper with the relevant section number. Applications that are not fully completed will not be considered.
3. This application must be signed by an Authorised Signatory of the Applicant and must be accompanied by the relevant documents required to complete the application.
4. Only an Applicant who has submitted a complete application will be notified by the SC for further assessment. The SC reserves the right to return an incomplete application.
5. The submission of a complete application does not automatically qualify for an approval.
6. The SC reserves the right to request any additional information from applicants at any point in time.
7. This application together with the supporting documents must be submitted to the SC in electronic format to [digid@seccom.com.my.](mailto:digid@seccom.com.my)
8. If there are any changes in the information furnished in the application prior to the assessment of the application, the Applicant should notify the SC immediately.
9. All applications **must** be accompanied by a **pitch deck** which includes the contents listed in the DIGID Application Checklist below.

# DIGID APPLICATION CHECKLIST

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| **Segments** | **Brief Description** | **Tick [/]** |
| **Company Profile** | Status quo of business current performance, and operational history |  |
| Management team profile, which includes name, designation, experience and accountability |  |
| Project team profile; which includes name, designation, experience, and accountability to the project |  |
| Latest shareholding structure |  |
| **Solution Overview** | Problem statement/ challenge areas |  |
| Proposal, which includes:   * Value proposition/ benefits; * How the project can advance **new-to-market, scalable and**   **\*sustainable** solution;   * Target user (including demographics); * Technology stack |  |
| Demand, including market analysis (where applicable) |  |
| **Project Development** | Project governance framework for product design & delivery, partnerships, and marketing (where relevant) |  |
| Development roadmap, with identified deliverables for each phase |  |
| Estimated project cost to distinguish between development cost and post- development cost |  |
| Management of project risk |  |
| **Feasibility and Execution** | Dependency of grant for project viability |  |
| Plans to demonstrate how solution can be \*sustainable post-development (to include monetization plans where relevant) |  |
| Concept design, prototype testing with sample target user/ client (where applicable) |  |
| Go-to-market strategy (where applicable) |  |
| Scalability of solution |  |
| **Intended Outcomes & Long-Term Vision** | Success metrics, which includes baseline (status quo prior to implementation of solution) and measurable target outcomes |  |
| Long-term vision including roadmap, that demonstrate how solution can support future goals |  |

\*Sustainable solution refers to the ability to maintain the solution post-development

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| **PART 1: APPLICANT INFORMATION (CORPORATION)** | | |
| **A. Applicant Details** | | |
| Name of Corporation |  | |
| ROC number |  | |
| SC Authorisation Type | * Licensed | * Registered |
| Licence Number (where applicable) |  | |
| Regulated Activity | *Please state type of capital market activity e.g. dealing in securities, fund management, investment advice, etc* | |
| Registration Type | *Please state type of registration e.g. venture capital / private equity, credit rating agency, bond pricing agency, capital market services provider, recognized market operator* | |
| Number of Employees in Malaysia |  | |
| Total Revenue (RM) | *As per latest audited financial statement* | |
| Website Address |  | |
| Business Address |  | |
| E-mail Address |  | |

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| **B. Applicant Account Details for Reimbursement Purpose** | |
| Name of payee (corporation) |  |
| Bank name |  |
| Account number |  |

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| **C. Project Manager Details**  (The Applicant must appoint at least one (1) project manager who is primarily accountable for the project. This person will be the main contact person for liaising with the SC on this project) | | |
| Name |  | |
| Designation |  | |
| Email |  | |
| Contact no | Office: | Mobile: |

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| **PART 2: PROJECT DETAILS** | | |
| **A. Project Information and Proposition** | | |
| Project Title |  | |
| Project Category | | |
| * Trading or Post-trade | | * Portfolio Development & Management |
| * Financial Planning/ Investment Advisory | | * Customer Profiling & Analysis |
| * Valuation & Onboarding; Due Diligence & Credit Scoring | | * Other supporting capital market activities approved by the SC (if so, please specify): |
| Challenge Areas | *Describe the inefficiencies/pain points which the project intends to address* | |
| Project Description / Proposition | *Describe how this project is leveraging technology to allow new and competitive propositions in the Malaysian capital market.*  *This would include:*   1. *use-case and explanation on how the proposed digital solution is addressing the above challenge areas; and* 2. *type of digital solution you intend to adopt, including its scope, technologies used, features and functions* | |
| Project Intended Outcomes | *Describe the outcomes you intend to achieve (to be aligned with post- implementation outcomes in Part 2C)* | |
| Project Duration/ Implementation Period |  | |

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| **B. Project Roadmap**  (With defined key project milestones) | | | |
| Project Activities and Deliverables | Key Project Milestones | Start Date | End Date |
| *e.g. project kick-off (establishment of project team, support matrix, etc)* | *e.g. Phase 1* |  |  |
| *e.g. user requirements specification / detailed design* | *e.g. Phase 1* |  |  |
| *e.g. systems development / coding* | *e.g. Phase 2* |  |  |
| *e.g. user acceptance test, system integration* | *e.g. Phase 2* |  |  |
| *e.g. documentation (user manual, system manual, etc)* | *e.g. Phase 2* |  |  |
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| **C. Project Goals and KPIs** | |
| Key Project Milestones | Detailed KPIs to measure successful completion of relevant milestones  (To facilitate reimbursement processes) |
| Phase 1:  50% completion of project | *e.g. project organization chart, project timeline, project risk and governance, etc* |
| Phase 2:  100% completion of project | *e.g. detailed design, source code, test script, relevant documents and snapshots, product demo, etc* |
| Phase 3: Post- implementation  Assessment of actual  outcomes (as per approved project proposal) | *Describe how your intended outcomes (as per approved project proposals) will be measured* |

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| **D. Project Governance (Risks and Mitigation Plans)**  (Describe any challenges that might surface during the project implementation and its mitigation plan) | |
| Project Risk | Mitigation Plan / Risk Acceptance |
| *e.g. project delay, change in requirements, etc* |  |
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| **E. Detailed Estimated Project Costing** | | |
| Cost Categories | Items | Estimated Costs (RM) |
| Professional Services |  |  |
| Hardware |  |  |
| Software |  |  |
| Others (please specify) |  |  |
| Total estimated cost (RM) | |  |

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| **F. Project Resources** | | | | | | |
| Will the digital solution be developed in-house (proprietary) / outsourced?  If it is a proprietary system, please provide information on the person in charge of developing the systems and their relevant competencies. | | | | | | |
| Designation | | Roles and responsibilities | | | Relevant competencies | |
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| If outsourced, please provide information on the outsourcing arrangement. | | | | | | |
| Name | Company Registration Number | | Justification if Non-Malaysian | Scope of work/ Services provided | | |
| Applicant | | Partner |
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| **G. Intellectual Property (“IP”)**  (where applicable) | | |
| Type of IP to be filed (i.e. patent, trademark, copyright, industrial design, etc) | Brief Description of the IP | Where will the IP be filed? |
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| **PART 3: DECLARATION** |
| **A. Has the Applicant, including directors / partners / CEO / project manager(s)\* of the Applicant:** |
| 1. Been charged with or convicted of in Malaysia or overseas, any civil and/or criminal offence relating to dishonesty, fraud, misleading or deceptive conduct?    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Been charged with or convicted of in Malaysia or overseas, of any offence for which it was sentenced to, or liable to be sentenced to, a term of imprisonment (even if you were not imprisoned)    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Been charged with or convicted of an offence or subject to a proceeding under the securities laws or any law within or outside Malaysia relating to capital market?    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Been banned in Malaysia or overseas from providing financial and/or capital market services or acting as a director of a body incorporate or being involved in the management of a body incorporate or unincorporated entity?    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Been subject to any form of disciplinary proceedings or actions by any professional or regulatory body?    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Been subject to any form of warnings by any professional or regulatory body?    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Entered into a compromise or arrangement with creditors or members, or a petition presented in a court for winding up and/or bankruptcy?    * No ☐ Yes *(If “Yes”, please specify details)* |
| 1. Had a receiver and manager been appointed in respect of any of its assets /property(ies)?    * No ☐ Yes *(If “Yes”, please specify details)* |
| \* *project manager refers to the person who is appointed under Part 1C of the form*  **Please provide the signed declarations of all directors / partners / CEO and project manager(s) by filling up and duplicating the table for each director / partner / CEO and project manager(s) of the Applicant.** |

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| **B. Has the Applicant:** | |
| 1. Been granted or currently enjoying any other grants for the same project under consideration?    * No ☐ Yes *(If “Yes”, please specify details)* | |
| 1. Been granted or currently enjoying any other grants administered by the SC or any other organizations?    * No ☐ Yes *(If “Yes”, please specify details)* | |
| Grant Agency | Grant Details |
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| I declare that:-   1. I am the Authorised Signatory\* of the Applicant 2. The information provided in this form and in the appendices attached to it, is true, correct and complete.   I also understand that any false declaration or willful suppression of material facts at any time during the application process will render the application liable to disqualification or if subsequently approved, to recovery of monies awarded.  *\* an Authorised Signatory must be approved by the Applicant’s Board or Senior Management* | |
| Authorised signature: | |
| Name |  |
| Designation |  |
| NRIC No./Passport No. |  |
| Date |  |