



BURSA MALAYSIA BERHAD
Registration No. 197601004668 (30632-P)
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2020**

2 February 2021

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2020**

	Note	Quarter Ended			Year Ended		
		31.12.2020	31.12.2019	Changes	31.12.2020	31.12.2019	Changes
		RM'000	RM'000	%	RM'000	RM'000	%
		(Reviewed)	(Reviewed)		(Audited)	(Audited)	
Operating revenue	8	224,807	122,659	83.3	778,805	480,135	62.2
Other income	9	5,894	6,671	(11.6)	20,168	22,354	(9.8)
		230,701	129,330	78.4	798,973	502,489	59.0
Staff costs		(42,278)	(32,291)	30.9	(155,596)	(133,717)	16.4
Depreciation and amortisation		(5,179)	(5,390)	(3.9)	(21,395)	(20,776)	3.0
Other operating expenses	10	(43,954)	(28,220)	55.8	(114,807)	(91,697)	25.2
Profit from operations		139,290	63,429	119.6	507,175	256,299	97.9
Finance costs		(134)	(133)	0.8	(538)	(534)	0.7
Profit before tax and zakat		139,156	63,296	119.8	506,637	255,765	98.1
Income tax expense and zakat	26	(34,302)	(17,739)	93.4	(128,890)	(66,207)	94.7
Profit for the period/year		104,854	45,557	130.2	377,747	189,558	99.3
Profit attributable to:							
Owners of the Company		104,854	45,557	130.2	377,747	185,855	103.2
Non-controlling interest		-	-	-	-	3,703	(100.0)
		104,854	45,557	130.2	377,747	189,558	99.3

	Note	Quarter Ended		Year Ended	
		31.12.2020	31.12.2019	31.12.2020	31.12.2019
		Sen per share	Sen per share	Sen per share	Sen per share
		(Reviewed)	(Reviewed)	(Audited)	(Audited)
Earnings per share ("EPS") attributable to owners of the Company:					
Basic EPS	32(a)	13.0	5.6	46.7	23.0
Diluted EPS	32(b)	13.0	5.6	46.7	23.0

The above condensed consolidated statement of profit or loss should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2020**

	Quarter Ended			Year Ended		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
	(Reviewed)	(Reviewed)		(Audited)	(Audited)	
Profit for the period/year	104,854	45,557	130.2	377,747	189,558	99.3
Other comprehensive income:						
Items that may be subsequently reclassified to profit or loss:						
Loss on foreign currency translation	(109)	(80)	36.3	(62)	(39)	59.0
Net fair value changes in unquoted bonds at fair value through other comprehensive income ("FVTOCI")	(176)	(120)	46.7	508	830	(38.8)
Income tax effects relating to unquoted bonds at FVTOCI	40	25	60.0	(137)	(204)	(32.8)
	(245)	(175)	40.0	309	587	(47.4)
Item that will not be subsequently reclassified to profit or loss:						
Actuarial loss on defined benefit obligations	(456)	(819)	(44.3)	(456)	(819)	(44.3)
Net fair value changes in quoted shares at FVTOCI	7,400	(17,659)	(141.9)	(17,091)	22,774	(175.0)
Income tax effects relating to actuarial loss on defined benefit obligations	109	197	(44.7)	109	197	(44.7)
	7,053	(18,281)	(138.6)	(17,438)	22,152	(178.7)
Total other comprehensive income, net of income tax	6,808	(18,456)	(136.9)	(17,129)	22,739	(175.3)
Total comprehensive income	111,662	27,101	312.0	360,618	212,297	69.9
Total comprehensive income attributable to:						
Owners of the Company	111,662	27,101	312.0	360,618	208,594	72.9
Non-controlling interest	-	-	-	-	3,703	(100.0)
	111,662	27,101	312.0	360,618	212,297	69.9

The above condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020**

Note	As at 31.12.2020 RM'000 (Audited)	As at 31.12.2019 RM'000 (Audited)
Assets		
	164,104	166,950
Property, plant and equipment		
	33,331	39,942
Computer software		
	8,074	8,185
Right-of-use assets		
	42,957	42,957
Goodwill		
	196,076	197,558
Investment securities		
	1,329	1,790
Staff loans receivable		
	14,957	9,504
Deferred tax assets		
Non-current assets	460,828	466,886
Trade receivables	27	87,431
Other receivables		42,260
Tax recoverable		17,203
Investment securities		8,582
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	13	-
Cash and bank balances of Clearing Funds	14	10,052
Cash and bank balances of the Group	15	2,069,956
		1,395,899
		149,903
		129,204
		438,971
		251,759
Current assets	2,772,046	1,854,154
Total assets	3,232,874	2,321,040
Equity and liabilities		
	433,820	430,395
Share capital		
	130,868	150,044
Other reserves		
	336,107	180,326
Retained earnings		
Total equity	900,795	760,765
Retirement benefit obligations		15,387
Deferred income		17,945
Lease liabilities		4,102
Deferred tax liabilities		3,050
Non-current liabilities	27,790	29,499
Trade payables	13	2,068,705
Participants' contributions to Clearing Funds	14	1,395,877
Other payables		54,903
Lease liabilities		39,204
Tax payable and zakat		162,435
		93,506
		505
		505
		17,741
		1,684
Current liabilities	2,304,289	1,530,776
Total liabilities	2,332,079	1,560,275
Total equity and liabilities	3,232,874	2,321,040
	RM	RM
Net assets per share attributable to owners of the Company	33	1.11
		0.94

The above condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

BURSA MALAYSIA BERHAD

Registration No. 197601004668 (30632-P)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2020

	Attributable to owners of the Company								
	Non-distributable				Distributable				
(Audited)	Share capital RM'000	Foreign currency translation reserve RM'000	Share grant reserve RM'000	Clearing fund reserves RM'000	FVTOCI reserve RM'000	Retained earnings RM'000	Total RM'000	Non- controlling interest RM'000	Total equity RM'000
At 1 January 2020	430,395	566	4,133	30,000	115,345	180,326	760,765	-	760,765
Profit for the year	-	-	-	-	-	377,747	377,747	-	377,747
Other comprehensive income, net of income tax	-	(62)	-	-	(16,720)	(347)	(17,129)	-	(17,129)
Total comprehensive income	-	(62)	-	-	(16,720)	377,400	360,618	-	360,618
Transactions with owners:									
Issuance of ordinary shares pursuant to share grant plan ("SGP")	3,425	-	(3,425)	-	-	-	-	-	-
SGP expense	-	-	1,031	-	-	-	1,031	-	1,031
Dividends paid (Note 7)	-	-	-	-	-	(221,619)	(221,619)	-	(221,619)
Total transactions with owners	3,425	-	(2,394)	-	-	(221,619)	(220,588)	-	(220,588)
At 31 December 2020	433,820	504	1,739	30,000	98,625	336,107	900,795	-	900,795
At 1 January 2019	424,142	605	6,963	30,000	213,743	199,705	875,158	12,291	887,449
Profit for the year	-	-	-	-	-	185,855	185,855	3,703	189,558
Other comprehensive income, net of income tax	-	(39)	-	-	23,400	(622)	22,739	-	22,739
Total comprehensive income	-	(39)	-	-	23,400	185,233	208,594	3,703	212,297
Transactions with owners:									
Issuance of ordinary shares pursuant to SGP	6,253	-	(6,253)	-	-	-	-	-	-
SGP expense	-	-	3,423	-	-	-	3,423	-	3,423
Dividends paid (Note 7)	-	-	-	-	-	(177,751)	(177,751)	-	(177,751)
Acquisition of a non-controlling interest	-	-	-	-	-	(148,659)	(148,659)	(15,994)	(164,653)
Total transactions with owners	6,253	-	(2,830)	-	-	(326,410)	(322,987)	(15,994)	(338,981)
Transfer of gain on disposal of quoted shares at FVTOCI	-	-	-	-	(121,798)	121,798	-	-	-
At 31 December 2019	430,395	566	4,133	30,000	115,345	180,326	760,765	-	760,765

The above condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

BURSA MALAYSIA BERHAD

Registration No. 197601004668 (30632-P)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Year Ended	
		31.12.2020 RM'000 (Audited)	31.12.2019 RM'000 (Audited)
Cash flows from operating activities			
Profit before tax and zakat		506,637	255,765
Adjustments for:			
Amortisation of premium/(Accretion of discount), net		2	(2)
Depreciation and amortisation		21,395	20,776
Dividend income from investment securities	9	(3,249)	(4,281)
Grant income	9	(950)	(979)
Interest expense on lease liabilities		538	534
Interest/profit income	9	(14,436)	(15,587)
Lease of equipment		219	210
Net (gain)/loss on disposals of:			
- motor vehicles	9	(69)	269
- computer hardware	9	-	(46)
- investment securities	9	-	(104)
Net impairment losses/(reversal of impairment losses) on:			
- computer software	10	-	3,300
- investment securities	10	(51)	(89)
- trade and other receivables	10	563	605
Provision for short-term accumulating compensated unutilised leave		191	27
Retirement benefit obligations		652	842
SGP expense		1,031	3,423
Unrealised loss on foreign exchange differences		106	231
Operating profit before working capital changes		512,579	264,894
(Increase)/Decrease in receivables		(44,201)	169
Increase/(Decrease) in other payables		72,875	(1,854)
Cash generated from operations		541,253	263,209
Interest paid		(538)	(534)
Repayment of lease liabilities		(219)	(210)
Repayment of staff loans, net of disbursements		536	496
Retirement benefits paid		(3,666)	(1,798)
Net tax paid		(120,128)	(74,535)
Net cash from operating activities		417,238	186,628
Cash flows from investing activities			
Acquisition of non-controlling interest		-	(164,653)
Dividends received		3,180	5,171
Increase in deposits not for short-term funding requirements		(86,169)	(11,443)
Interest/profit income received		13,628	15,398
Proceeds from disposals of:			
- investment securities		10,000	204,327
- motor vehicles and computer hardware		69	314
Purchases of:			
- investment securities		(15,000)	(19,967)
- property, plant and equipment and computer software		(16,219)	(20,448)
Net cash (used in)/from investing activities		(90,511)	8,699

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Year Ended	
		31.12.2020 RM'000 (Audited)	31.12.2019 RM'000 (Audited)
Cash flows from financing activities			
Additional cash resource to Clearing Fund	14(a)	(5,000)	-
Dividends paid	7	(221,619)	(177,751)
Grant received		1,000	-
Repayment of lease liabilities		(5)	(5)
Net cash used in financing activities		(225,624)	(177,756)
Net increase in cash and cash equivalents		101,103	17,571
Effects of exchange rate changes		(60)	(40)
Cash and cash equivalents at beginning of year		185,491	167,960
Cash and cash equivalents at end of year	15	286,534	185,491

The above condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to these interim financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

1. BASIS OF PREPARATION

These condensed consolidated financial statements ("Condensed Report") have been prepared in accordance with the Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting*, the International Accounting Standard ("IAS") 34 *Interim Financial Reporting* and the requirements of the Companies Act 2016 in Malaysia, where applicable. This Condensed Report, other than for financial instruments and retirement benefit obligations, has been prepared under the historical cost convention. Certain financial instruments are carried at fair value in accordance with MFRS 9 *Financial Instruments* and the retirement benefit obligations, including actuarial gains and losses are recognised in accordance with MFRS 119 *Employee Benefits*.

This Condensed Report has also been prepared in accordance with paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2019. The explanatory notes attached to this Condensed Report provide explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2019.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 Adoption of Amendments to Standards

The accounting standards adopted in the preparation of the Condensed Report are consistent with those adopted in the preparation of the Group's audited financial statements for the financial year ended 31 December 2019, except for the following:

Amendments to MFRS 3 Business Combinations - *Definition of a Business*

Amendments to MFRS 4 Insurance Contracts - *Extension of the Temporary Exemption from Applying MFRS 9 Financial Instruments*

Amendments to MFRS 7 Financial Instruments: Disclosures, MFRS 9 Financial Instruments and MFRS 139 Financial Instruments: Recognition and Measurement - *Interest Rate Benchmark Reform*

Amendments to MFRS 101 Presentation of Financial Statements and MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors - *Definition of Material*

Amendment to MFRS 101 Presentation of Financial Statements - *Classification of Liabilities as Current or Non-current - Deferral of Effective Date*

2.2 Standards issued but not yet effective

As at the date of authorisation of this Condensed Report, the following Standards and amendments to Standards have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective.

Effective for financial periods beginning on or after 1 June 2020

Amendments to MFRS 16 Leases - *Covid-19 - Related Rent Concessions*

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 Standards issued but not yet effective (cont'd)

Effective for financial periods beginning on or after 1 January 2021

Amendments to MFRS 9 Financial Instruments, MFRS 139 Financial Instruments: Recognition and Measurement, MFRS 7 Financial Instruments: Disclosures, MFRS 4 Insurance Contracts and MFRS 16 Leases - *Interest Rate Benchmark Reform - Phase 2*

Effective for financial periods beginning on or after 1 January 2022

Amendments to MFRS 3 Business Combinations - *Reference to the Conceptual Framework*
Amendments to MFRS 116 Property, Plant and Equipment - *Proceeds before Intended Use*
Amendments to MFRS 137 Provisions, Contingent Liabilities and Contingent Assets - *Onerous Contracts - Cost of Fulfilling a Contract*
Annual Improvements to MFRS Standards 2018 - 2020:

- Amendment to MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards
- Amendment to MFRS 9 Financial Instruments
- Amendment to MFRS 141 Agriculture

Effective for financial periods beginning on or after 1 January 2023

MFRS 17 Insurance Contracts
Amendments to MFRS 17 Insurance Contracts
Amendments to MFRS 101 Presentation of Financial Statements - *Classification of Liabilities as Current or Non-current*

Effective date of these Amendments to Standards has been deferred, and yet to be announced

Amendments to MFRS 10 Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures - *Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*

The above pronouncements are either not relevant or do not have any impact on the financial statements of the Group.

3. COMMENTS ABOUT SEASONAL OR CYCLICAL FACTORS

The Group's performance is affected by the level of activities in the securities, derivatives and Islamic capital markets but not by any seasonal or cyclical factors.

4. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and year ended 31 December 2020.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

5. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had any material effect during the current quarter and year ended 31 December 2020.

6. DEBT AND EQUITY SECURITIES

There were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year ended 31 December 2020 other than the issuance of 523,700 new ordinary shares of the Company on 13 July 2020, pursuant to the SGP. The details of the new issuance of ordinary shares are as follows:

SGP grants	Number of new ordinary shares	Issue price (RM per share)
(i) 2017 Restricted Share Plan ("RSP") grant	273,300	6.22
(ii) 2018 RSP grant (second tranche)	249,700	6.89
(iii) 2018 RSP grant (third tranche)	700	6.62
Total	523,700	6.54*

* Representing the weighted average issue price per share.

7. DIVIDENDS PAID

The following dividends were paid during the current and previous year ended:

	31.12.2020	31.12.2019
Interim dividend		
Dividend per share (single-tier)	17.0 sen	10.4 sen
For the financial year ended	31 December 2020	31 December 2019
Approved and declared on	28 July 2020	1 August 2019
Date paid	26 August 2020	30 August 2019
Number of ordinary shares on which dividend was paid ('000)	809,027	808,503
Net dividend paid (RM'000)	137,535	84,084
Final/Second interim dividend		
Dividend per share (single-tier)	10.4 sen	11.6 sen
For the financial year ended	31 December 2019	31 December 2018
Approved and declared on	30 January 2020	30 January 2019
Date paid	28 February 2020	28 February 2019
Number of ordinary shares on which dividend was paid ('000)	808,503	807,475
Net dividend paid (RM'000)	84,084	93,667

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. OPERATING REVENUE

	Quarter Ended			Year Ended		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Trade fees	15,439	5,841	164.3	51,377	23,409	119.5
Clearing fees	127,658	47,041	171.4	421,440	185,138	127.6
Others	6,598	6,321	4.4	26,087	24,293	7.4
Total Securities trading revenue	149,695	59,203	152.9	498,904	232,840	114.3
Trade fees	13,615	11,978	13.7	55,767	41,435	34.6
Clearing fees	6,053	5,414	11.8	24,274	18,168	33.6
Others	2,183	3,144	(30.6)	11,050	12,665	(12.8)
Total Derivatives trading revenue	21,851	20,536	6.4	91,091	72,268	26.0
Bursa Suq Al-Sila ("BSAS") trade fees	3,460	2,864	20.8	13,083	13,986	(6.5)
Listing and issuer services	16,866	14,326	17.7	57,026	54,018	5.6
Depository services	14,815	10,450	41.8	49,226	41,938	17.4
Market data	12,426	10,000	24.3	48,142	38,563	24.8
Member services and connectivity	5,475	5,280	3.7	21,114	21,499	(1.8)
Conference fees and exhibition-related income	219	-	-	219	5,023	(95.6)
Total other operating revenue	53,261	42,920	24.1	188,810	175,027	7.9
Total operating revenue	224,807	122,659	83.3	778,805	480,135	62.2

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. OPERATING REVENUE (CONT'D)

Disaggregation of revenue

The following tables illustrate the Group's revenue as disaggregated by major products or services and provide a reconciliation of the disaggregated revenue with the Group's four major market segments as disclosed in Note 11. The tables also include the timing of revenue recognition.

OPERATING REVENUE FOR THE QUARTER ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Major products or services:															
Securities trading revenue	149,695	59,203	152.9	-	-	-	-	-	-	-	-	-	149,695	59,203	152.9
Derivatives trading revenue	-	-	-	21,851	20,536	6.4	-	-	-	-	-	-	21,851	20,536	6.4
BSAS trade fees	-	-	-	-	-	-	-	-	-	3,460	2,864	20.8	3,460	2,864	20.8
Listing and issuer services	16,839	14,292	17.8	-	-	-	-	-	-	27	34	(20.6)	16,866	14,326	17.7
Depository services	14,815	10,450	41.8	-	-	-	-	-	-	-	-	-	14,815	10,450	41.8
Market data	9,609	7,722	24.4	2,757	2,227	23.8	-	-	-	60	51	17.6	12,426	10,000	24.3
Member services and connectivity	3,423	3,317	3.2	35	45	(22.2)	1,991	1,880	5.9	26	38	(31.6)	5,475	5,280	3.7
Conference fees and exhibition-related income	-	-	-	219	-	-	-	-	-	-	-	-	219	-	-
	194,381	94,984	104.6	24,862	22,808	9.0	1,991	1,880	5.9	3,573	2,987	19.6	224,807	122,659	83.3
Timing of revenue recognition:															
At a point in time	177,277	79,574	122.8	23,035	21,460	7.3	-	-	-	3,482	2,903	19.9	203,794	103,937	96.1
Over time	17,104	15,410	11.0	1,827	1,348	35.5	1,991	1,880	5.9	91	84	8.3	21,013	18,722	12.2
	194,381	94,984	104.6	24,862	22,808	9.0	1,991	1,880	5.9	3,573	2,987	19.6	224,807	122,659	83.3

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

8. OPERATING REVENUE (CONT'D)

Disaggregation of revenue (cont'd)

OPERATING REVENUE FOR THE YEAR ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Major products or services:															
Securities trading revenue	498,904	232,840	114.3	-	-	-	-	-	-	-	-	-	498,904	232,840	114.3
Derivatives trading revenue	-	-	-	91,091	72,268	26.0	-	-	-	-	-	-	91,091	72,268	26.0
BSAS trade fees	-	-	-	-	-	-	-	-	-	13,083	13,986	(6.5)	13,083	13,986	(6.5)
Listing and issuer services	56,912	53,892	5.6	-	-	-	-	-	-	114	126	(9.5)	57,026	54,018	5.6
Depository services	49,226	41,938	17.4	-	-	-	-	-	-	-	-	-	49,226	41,938	17.4
Market data	36,343	29,927	21.4	11,362	8,427	34.8	-	-	-	437	209	109.1	48,142	38,563	24.8
Member services and connectivity	13,122	13,650	(3.9)	142	261	(45.6)	7,741	7,462	3.7	109	126	(13.5)	21,114	21,499	(1.8)
Conference fees and exhibition-related income	-	-	-	219	5,023	(95.6)	-	-	-	-	-	-	219	5,023	(95.6)
	654,507	372,247	75.8	102,814	85,979	19.6	7,741	7,462	3.7	13,743	14,447	(4.9)	778,805	480,135	62.2
Timing of revenue recognition:															
At a point in time	592,667	313,974	88.8	95,204	81,015	17.5	-	-	-	13,185	14,121	(6.6)	701,056	409,110	71.4
Over time	61,840	58,273	6.1	7,610	4,964	53.3	7,741	7,462	3.7	558	326	71.2	77,749	71,025	9.5
	654,507	372,247	75.8	102,814	85,979	19.6	7,741	7,462	3.7	13,743	14,447	(4.9)	778,805	480,135	62.2

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

9. OTHER INCOME

	Quarter Ended			Year Ended		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Interest/profit income from:						
- deposits and investment securities	3,469	3,765	(7.9)	14,372	15,501	(7.3)
- others	14	19	(26.3)	64	86	(25.6)
Dividend income	1,832	1,785	2.6	3,249	4,281	(24.1)
Grant income	159	516	(69.2)	950	979	(3.0)
Net gain/(loss) on disposals of:						
- motor vehicles (Note a)	69	9	666.7	69	(269)	(125.7)
- computer hardware	-	46	(100.0)	-	46	(100.0)
- investment securities	-	104	(100.0)	-	104	(100.0)
Rental income	254	342	(25.7)	1,189	1,311	(9.3)
Miscellaneous income	97	85	14.1	275	315	(12.7)
Total other income	5,894	6,671	(11.6)	20,168	22,354	(9.8)

(a) In the previous financial year ended 31 December 2019, included within the net gain/(loss) on disposals of motor vehicles was a net loss of RM278,000 which arose from the disposals of motor vehicles to the former Chairman and former Chief Executive Officer ("CEO") of the Company.

10. OTHER OPERATING EXPENSES

	Quarter Ended			Year Ended		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Administrative expenses	1,729	1,703	1.5	7,200	6,490	10.9
Building management expenses	3,571	3,186	12.1	11,473	11,261	1.9
Central Depository System ("CDS") consumables	1,779	495	259.4	3,572	1,979	80.5
Marketing and development expenses	2,388	4,460	(46.5)	5,796	14,908	(61.1)
Professional fees	4,406	1,612	173.3	14,416	3,506	311.2
Technology expenses:						
- information technology maintenance	5,441	4,836	12.5	23,821	19,944	19.4
- service fees	5,138	5,242	(2.0)	22,506	19,974	12.7
Net loss on foreign exchange differences	563	517	8.9	993	624	59.1
Net impairment losses/ (reversal of impairment losses) on:						
- computer software	-	3,300	(100.0)	-	3,300	(100.0)
- investment securities	2	(35)	(105.7)	(51)	(89)	(42.7)
- trade and other receivables	(183)	19	(1,063.2)	563	605	(6.9)
Miscellaneous expenses	19,120	2,885	562.7	24,518	9,195	166.6
Total other operating expenses	43,954	28,220	55.8	114,807	91,697	25.2

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

11. SEGMENT INFORMATION

RESULTS FOR THE QUARTER ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Operating revenue (Note 8)	194,381	94,984	104.6	24,862	22,808	9.0	1,991	1,880	5.9	3,573	2,987	19.6	224,807	122,659	83.3
Other income	2,743	2,920	(6.1)	333	545	(38.9)	2,796	3,151	(11.3)	22	55	(60.0)	5,894	6,671	(11.6)
Direct costs	(35,042)	(23,139)	51.4	(19,396)	(11,811)	64.2	(8,534)	(10,469)	(18.5)	(2,997)	(2,210)	35.6	(65,969)	(47,629)	38.5
Segment profit/(loss)	162,082	74,765	116.8	5,799	11,542	(49.8)	(3,747)	(5,438)	(31.1)	598	832	(28.1)	164,732	81,701	101.6
Overheads													(25,576)	(18,405)	39.0
Profit before tax and zakat													139,156	63,296	119.8

RESULTS FOR THE YEAR ENDED

	Securities Market			Derivatives Market			Exchange Holding Company			Others			Total		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Operating revenue (Note 8)	654,507	372,247	75.8	102,814	85,979	19.6	7,741	7,462	3.7	13,743	14,447	(4.9)	778,805	480,135	62.2
Other income	11,205	12,315	(9.0)	1,701	2,031	(16.2)	7,122	7,813	(8.8)	140	195	(28.2)	20,168	22,354	(9.8)
Direct costs	(109,495)	(88,851)	23.2	(56,037)	(48,594)	15.3	(29,768)	(31,029)	(4.1)	(7,632)	(7,133)	7.0	(202,932)	(175,607)	15.6
Segment profit/(loss)	556,217	295,711	88.1	48,478	39,416	23.0	(14,905)	(15,754)	(5.4)	6,251	7,509	(16.8)	596,041	326,882	82.3
Overheads													(89,404)	(71,117)	25.7
Profit before tax and zakat													506,637	255,765	98.1

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

11. SEGMENT INFORMATION (CONT'D)

	Securities Market RM'000	Derivatives Market RM'000	Exchange Holding Company RM'000	Others RM'000	Total RM'000
ASSETS AND LIABILITIES AS AT 31 DECEMBER 2020					
Assets	550,887	106,365	311,295	20,929	989,476
Clearing Funds	104,145	45,758	-	-	149,903
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	207,511	1,862,445	-	-	2,069,956
Segment assets	862,543	2,014,568	311,295	20,929	3,209,335
Unallocated corporate assets	-	-	-	-	23,539
Total assets	862,543	2,014,568	311,295	20,929	3,232,874
Liabilities	73,791	20,430	78,506	15,907	188,634
Participants' contributions to Clearing Funds	19,145	35,758	-	-	54,903
Equity margins, derivatives trading margins, security deposits and eDividend distributions	207,511	1,862,445	-	-	2,069,956
Segment liabilities	300,447	1,918,633	78,506	15,907	2,313,493
Unallocated corporate liabilities	-	-	-	-	18,586
Total liabilities	300,447	1,918,633	78,506	15,907	2,332,079
ASSETS AND LIABILITIES AS AT 31 DECEMBER 2019					
Assets	360,148	115,025	280,351	23,943	779,467
Clearing Funds	103,920	25,284	-	-	129,204
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	117,341	1,278,558	-	-	1,395,899
Segment assets	581,409	1,418,867	280,351	23,943	2,304,570
Unallocated corporate assets	-	-	-	-	16,470
Total assets	581,409	1,418,867	280,351	23,943	2,321,040
Liabilities	38,484	13,682	55,525	14,754	122,445
Participants' contributions to Clearing Funds	18,920	20,284	-	-	39,204
Equity margins, derivatives trading margins, security deposits and eDividend distributions	117,341	1,278,558	-	-	1,395,899
Segment liabilities	174,745	1,312,524	55,525	14,754	1,557,548
Unallocated corporate liabilities	-	-	-	-	2,727
Total liabilities	174,745	1,312,524	55,525	14,754	1,560,275

12. RELATED PARTY DISCLOSURES

All related party transactions and balances within the Group had been entered into in the normal course of business and were carried out on normal commercial terms during the current quarter and year ended 31 December 2020.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

13. CASH FOR EQUITY MARGINS, DERIVATIVES TRADING MARGINS, SECURITY DEPOSITS AND eDIVIDEND DISTRIBUTIONS

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Equity margins	206,260	117,319
Derivatives trading margins	1,835,211	1,253,993
Security deposits from Clearing Participants ("CPs") of Bursa Malaysia Derivatives Clearing Berhad ("BMDC")	27,234	24,565
Total equity margins, derivatives trading margins and security deposits, representing trade payables	2,068,705	1,395,877
Cash received for eDividend distributions (included in other payables)	1,251	22
Total cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	2,069,956	1,395,899

The non-cash collaterals for equity margins, derivatives trading margins and security deposits from CPs of BMDC held by, but not belonging to the Group and which are not included in the condensed consolidated statement of financial position, comprise the following:

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Collaterals in the form of letters of credit for:		
- equity margins	7,000	9,900
- derivatives trading margins	609,785	520,578
- security deposits from CPs of BMDC	16,000	17,000
	632,785	547,478
Collaterals in the form of shares for derivatives trading margins	531	413
	633,316	547,891

14. CASH AND BANK BALANCES OF CLEARING FUNDS

	Participants' contributions RM'000	Cash set aside by the Group RM'000	Total RM'000
As at 31 December 2020			
Contributions from Trading Clearing Participants ("TCPs") of Bursa Malaysia Securities Clearing Sdn Bhd ("BMSC")	19,145	-	19,145
Contribution from BMSC	-	25,000	25,000
Additional cash resource from BMSC	-	60,000	60,000
Clearing Guarantee Fund ("CGF") balance	19,145	85,000	104,145
Contributions from CPs of BMDC	35,758	-	35,758
Contribution from BMDC	-	5,000	5,000
Additional cash resource from BMDC (Note a)	-	5,000	5,000
Derivatives Clearing Fund ("DCF") balance	35,758	10,000	45,758
Total cash and bank balances of Clearing Funds	54,903	95,000	149,903

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

14. CASH AND BANK BALANCES OF CLEARING FUNDS (CONT'D)

	Participants' contributions RM'000	Cash set aside by the Group RM'000	Total RM'000
As at 31 December 2019			
Contributions from TCPs of BMSC	18,920	-	18,920
Contribution from BMSC	-	25,000	25,000
Additional cash resource from BMSC	-	60,000	60,000
CGF balance	18,920	85,000	103,920
Contributions from CPs of BMDC	20,284	-	20,284
Contribution from BMDC	-	5,000	5,000
DCF balance	20,284	5,000	25,284
Total cash and bank balances of Clearing Funds	39,204	90,000	129,204

(a) During the current financial year ended 31 December 2020, BMDC increased the DCF balance by providing an additional cash resource of RM5,000,000.

15. CASH AND BANK BALANCES OF THE GROUP

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Cash and bank balances	3,355	4,874
Deposits for short-term funding requirements	283,179	180,617
Cash and cash equivalents	286,534	185,491
Deposits not for short-term funding requirements	152,437	66,268
Total cash and bank balances	438,971	251,759

16. CAPITAL COMMITMENTS

Capital commitments for the purchase of property, plant and equipment and computer software not provided for in the Condensed Report as at the end of the financial years are as follows:

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Approved and contracted for:		
Computers and office automation	2,107	3,988
Office equipment and renovations	78	124
	2,185	4,112
Approved but not contracted for:		
Computers and office automation	2,955	1,323
Office equipment and renovations	10	1,313
	2,965	2,636

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

17. CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets and contingent liabilities as at 31 December 2020.

18. CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current quarter and year ended 31 December 2020 except for the incorporation of a new subsidiary company, Bursa Malaysia Regulation Sdn. Bhd. ("Bursa Malaysia Regulation") which remained dormant as at the financial year end.

On 18 August 2020, the Company had incorporated a wholly owned subsidiary, Bursa Malaysia Regulation under the Companies Act 2016. The intended principal activity of Bursa Malaysia Regulation is to assume the regulatory functions currently undertaken by the Group. On 8 January 2021, the Company subscribed for 10,000,000 ordinary shares in Bursa Malaysia Regulation at an issue price of RM1.00 each for a total cash consideration of RM10,000,000.

19. OPERATING LEASE ARRANGEMENTS

The Group has entered into operating lease arrangements as the lessor for the lease of office space in its building. The future aggregate minimum lease payments receivable under the operating leases contracted for but not recognised in the financial statements as receivables are as follows:

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Not later than 1 year	438	1,012
Later than 1 year and not later than 5 years	62	458
Total future minimum lease receivables	500	1,470

20. FINANCIAL INSTRUMENTS

20.1 Classification

The following table analyses the financial assets and financial liabilities of the Group in the condensed consolidated statement of financial position by the classes and categories of financial instruments to which they are assigned by their measurement basis.

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Assets		
Financial assets at FVTOCI		
Investment securities:		
- quoted shares (outside Malaysia)	139,451	156,542
- unquoted bonds	56,625	51,068
	196,076	207,610

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

20. FINANCIAL INSTRUMENTS (CONT'D)

20.1 Classification (cont'd)

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Financial assets at amortised cost		
Staff loans receivable	1,629	2,165
Trade receivables	87,431	42,260
Other receivables which are financial assets*	7,963	12,730
Cash for equity margins, derivatives trading margins, security deposits and eDividend distributions	2,069,956	1,395,899
Cash and bank balances of Clearing Funds	149,903	129,204
Cash and bank balances of the Group	438,971	251,759
	2,755,853	1,834,017
Total financial assets	2,951,929	2,041,627
Liabilities		
Financial liabilities at amortised cost		
Trade payables	2,068,705	1,395,877
Participants' contributions to Clearing Funds	54,903	39,204
Other payables which are financial liabilities**	48,426	29,524
Lease liabilities	7,961	7,966
Total financial liabilities	2,179,995	1,472,571

* Other receivables which are financial assets include deposits, interest/profit income receivable and sundry receivables, net of allowance for impairment losses.

** Other payables which are financial liabilities include the amount due to the Securities Commission Malaysia and sundry payables.

20.2 Fair value

(a) Financial instruments that are carried at fair value

Financial assets at FVTOCI are measured at different measurement hierarchies (i.e. Levels 1, 2 and 3). The hierarchies reflect the level of objectiveness of inputs used when measuring the fair value.

(i) Level 1: Quoted prices (unadjusted) of identical assets in active markets

Shares quoted outside Malaysia are measured at Level 1. The fair value of quoted shares is determined directly by reference to the published market bid prices as at 31 December 2020 and 31 December 2019.

(ii) Level 2: Inputs other than at quoted prices included within Level 1 that are observable for the assets, either directly (prices) or indirectly (derived from prices)

Unquoted bonds are measured at Level 2. The fair value of unquoted bonds is determined by reference to the published market bid prices based on information provided by Bond Pricing Agency Malaysia Sdn Bhd.

PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134

20. FINANCIAL INSTRUMENTS (CONT'D)

20.2 Fair value (cont'd)

(a) Financial instruments that are carried at fair value (cont'd)

(iii) Level 3: Inputs for the assets that are not based on observable market data (unobservable inputs)

The Group does not have any financial instruments measured at Level 3 as at 31 December 2020 and 31 December 2019.

	Level 1 RM'000	Level 2 RM'000	Total RM'000
As at 31 December 2020			
Financial assets at FVTOCI:			
- quoted shares (outside Malaysia)	139,451	-	139,451
- unquoted bonds	-	56,625	56,625
	139,451	56,625	196,076
As at 31 December 2019			
Financial assets at FVTOCI:			
- quoted shares (outside Malaysia)	156,542	-	156,542
- unquoted bonds	-	51,068	51,068
	156,542	51,068	207,610

There were no transfers between Level 1 and Level 2 during the current quarter and year ended 31 December 2020.

(b) Financial instruments that are not carried at fair value

The carrying amounts of financial assets and financial liabilities at amortised cost are reasonable approximation of their fair values due to their short-term nature.

21. EVENT AFTER THE REPORTING PERIOD

There was no material event subsequent to the financial year ended 31 December 2020.

22. SIGNIFICANT EVENT DURING THE FINANCIAL PERIOD

There was no significant event during the financial year ended 31 December 2020.

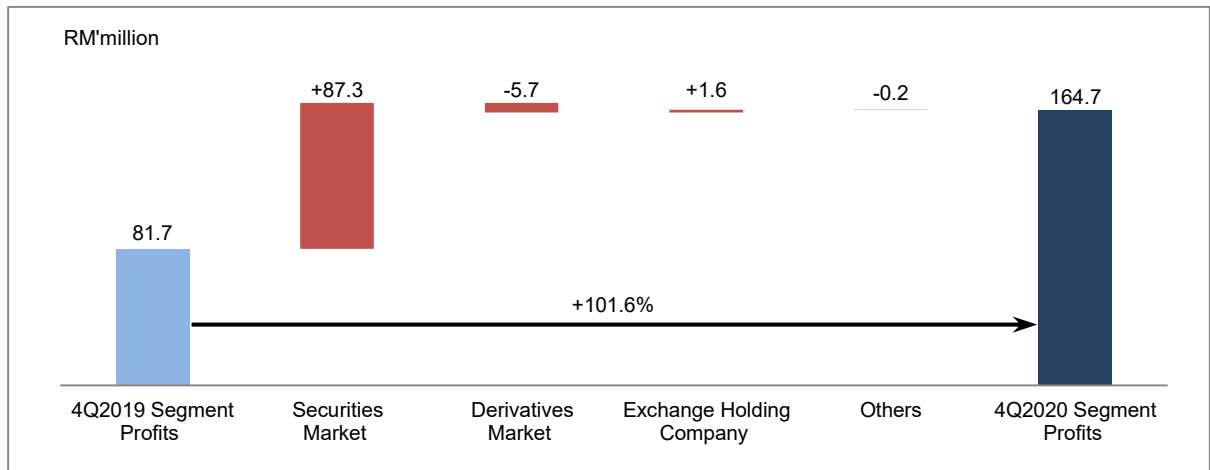
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW

(a) 4Q2020 vs. 4Q2019

Profit before tax and zakat ("PBTZ") for the quarter ended 31 December 2020 ("4Q2020") was RM139.2 million, an increase of 119.8 per cent compared to RM63.3 million in the quarter ended 31 December 2019 ("4Q2019"). PBTZ is made up of segment profits less overheads (as depicted in Note 11).

Total segment profits for 4Q2020 were RM164.7 million, an increase of 101.6 per cent compared to RM81.7 million in 4Q2019. Movements in the segment profits are shown in the chart below:



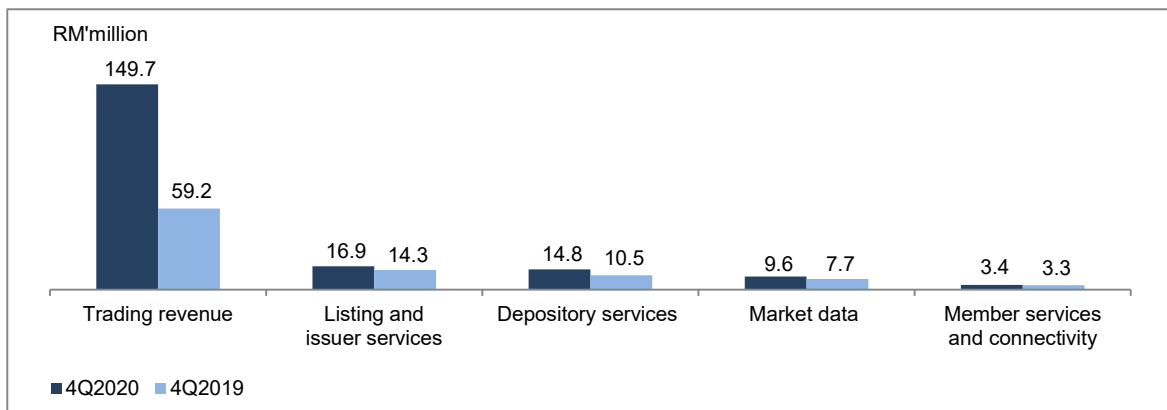
Total comprehensive income for 4Q2020 were RM111.7 million, an increase of 312.0 per cent compared to RM27.1 million in 4Q2019. This was mainly due to higher profit earned in 4Q2020 compared to 4Q2019 from the improved performance on the Securities Market.

Securities Market

The Securities Market recorded a segment profit of RM162.1 million in 4Q2020, an increase of 116.8 per cent compared to RM74.8 million in 4Q2019 mainly due to higher trading revenue.

(i) Operating Revenue

The Securities Market's operating revenue for 4Q2020 was RM194.4 million, an increase of 104.6 per cent compared to RM95.0 million in 4Q2019. Details by revenue category are shown in the chart below:



**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

(a) 4Q2020 vs. 4Q2019 (cont'd)

Securities Market (cont'd)

(i) Operating Revenue (cont'd)

- > Trading revenue increased by 152.9 per cent to RM149.7 million in 4Q2020 mainly due to higher Average Daily trading Value ("ADV") for On-Market Trades ("OMT") and Direct Business Trades ("DBT"), which increased by 142.9 per cent to RM4.98 billion in 4Q2020 compared to RM2.05 billion in 4Q2019. Trading velocity in 4Q2020 was higher by 43 percentage points to 69% compared to 26% in 4Q2019.
- > Listing and issuer services revenue increased by 17.8 per cent to RM16.9 million in 4Q2020 from RM14.3 million in 4Q2019. This was mainly due to higher additional listing fees and processing fees earned from the increased number of corporate exercises in 4Q2020.
- > Depository services revenue increased by 41.8 per cent to RM14.8 million in 4Q2020 from RM10.5 million in 4Q2019 mainly due to higher transfer fees, public and additional issue fees and Record of Depositors ("ROD") fees earned in 4Q2020.
- > Market data revenue increased by 24.4 per cent to RM9.6 million in 4Q2020 from RM7.7 million in 4Q2019 driven by higher number of subscribers in 4Q2020.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		4Q2020	4Q2019	Changes (%)
ADV (OMT)	(RM'billion)	4.83	1.79	169.8
ADV (DBT)	(RM'billion)	0.15	0.26	(42.3)
Total ADV (OMT and DBT)	(RM'billion)	4.98	2.05	142.9
Average daily trading volume (OMT)	(billion shares)	8.97	2.44	267.6
Average daily trading volume (DBT)	(billion shares)	0.16	0.19	(15.8)
Total average daily trading volume (OMT and DBT)	(billion shares)	9.13	2.63	247.1
FBMKLCI	(points)	1,627.21	1,588.76	2.4
Effective clearing fee rate	(basis points)	2.66	2.57	3.5
Velocity	(per cent)	69	26	43.0
Number of Initial Public Offerings ("IPOs")		6	7	(14.3)
Number of new structured warrants listed		314	252	24.6
Total funds raised:				
- IPOs	(RM'million)	1,687.18	295.70	470.6
- Secondary issues	(RM'million)	5,475.98	2,028.00	170.0
Market capitalisation as at end of period	(RM'billion)	1,816.84	1,711.84	6.1
Number of trading days		64	64	-

(ii) Operating Expenses

Segment expenses increased by 51.4 per cent to RM35.0 million in 4Q2020 compared to RM23.1 million in 4Q2019 mainly due to higher staff costs, CDS consumables expense and professional fees incurred in 4Q2020.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

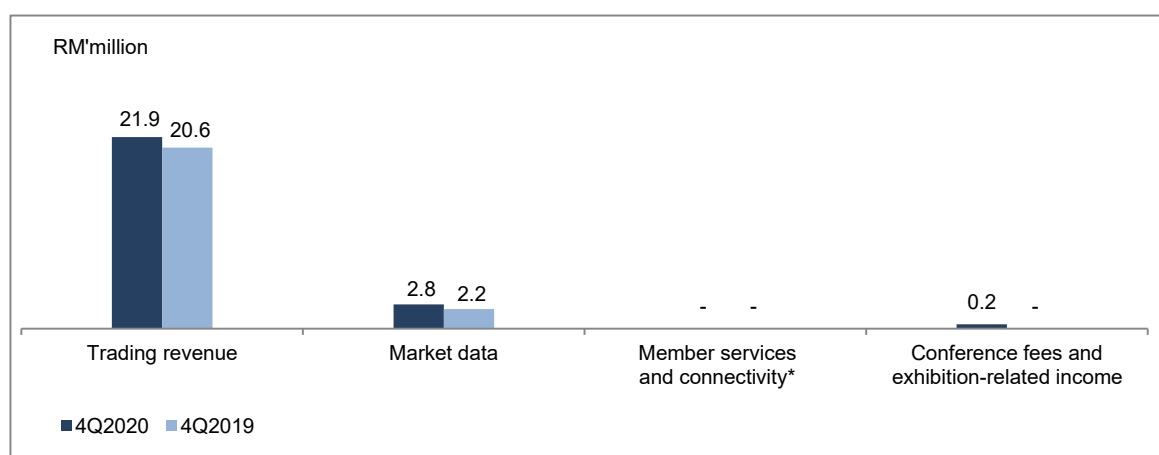
(a) 4Q2020 vs. 4Q2019 (cont'd)

Derivatives Market

The Derivatives Market recorded a segment profit of RM5.8 million in 4Q2020, a decrease of 49.8 per cent from RM11.5 million in 4Q2019 mainly due to higher operating expenses.

(i) Operating Revenue

The Derivatives Market's operating revenue for 4Q2020 was RM24.9 million, an increase of 9.0 per cent compared to RM22.8 million in 4Q2019. Details by revenue category are shown in the chart below:



* Member services and connectivity fees income are below RM0.1 million for 4Q2020 and 4Q2019.

> Trading revenue increased by 6.4 per cent to RM21.9 million in 4Q2020 from RM20.6 million in 4Q2019 mainly due to higher number of Crude Palm Oil Futures ("FCPO") and FTSE Bursa Malaysia KLCI Futures ("FKLI") contracts traded in 4Q2020.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	4Q2020	4Q2019	Changes (%)
FCPO contracts	3,715,084	3,234,258	14.9
FKLI contracts	810,207	647,972	25.0
Mini FTSE Bursa Malaysia Mid 70 Index Futures ("FM70") contracts	188	85,068	(99.8)
US Dollar denominated Refined, Bleached and Deodorised Palm Olein Futures ("FPOL") contracts	-	45,371	(100.0)
Other contracts	17,230	22,168	(22.3)
Total contracts	4,542,709	4,034,837	12.6
Average daily number of contracts traded	70,980	63,044	12.6
Average number of open interest positions	236,227	270,673	(12.7)
Number of trading days	64	64	-

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

(a) 4Q2020 vs. 4Q2019 (cont'd)

Derivatives Market (cont'd)

(ii) Operating Expenses

Segment expenses increased by 64.2 per cent to RM19.4 million in 4Q2020 compared to RM11.8 million in 4Q2019 mainly due to higher staff costs and professional fees incurred in 4Q2020.

Exchange Holding Company

The Exchange Holding Company recorded a lower segment loss of RM3.7 million in 4Q2020 compared to RM5.4 million in 4Q2019 mainly due to higher expenses in 4Q2019 arising from the impairment loss on computer software.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit decreased by 28.1 per cent to RM0.6 million in 4Q2020 compared to RM0.8 million in 4Q2019.

Overheads

Overheads increased by 39.0 per cent to RM25.6 million in 4Q2020 compared to RM18.4 million in 4Q2019 mainly due higher staff costs and professional fees in 4Q2020.

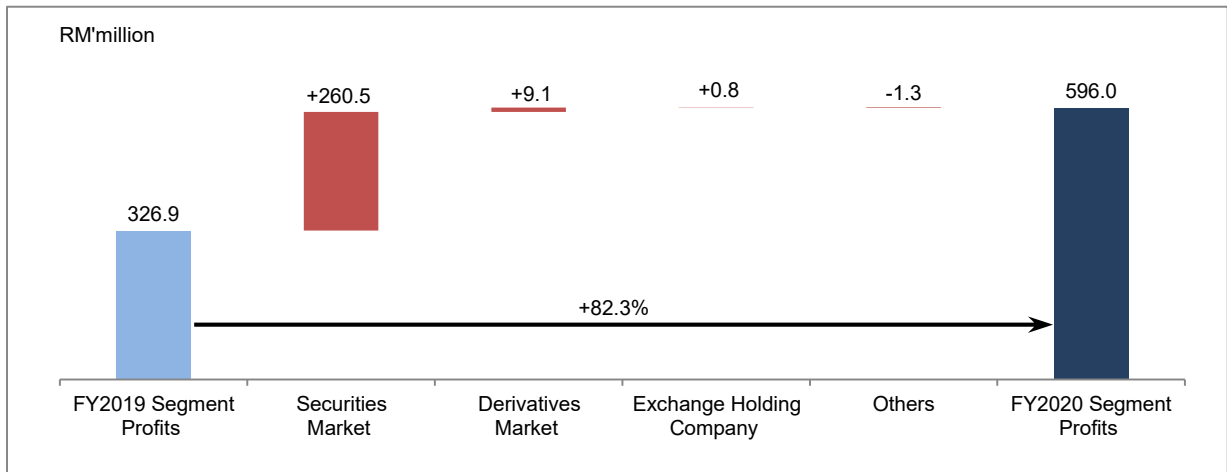
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

(b) FY2020 vs. FY2019

PBTZ for the year ended 31 December 2020 ("FY2020") was RM506.6 million, an increase of 98.1 per cent from RM255.8 million in the year ended 31 December 2019 ("FY2019"). PBTZ is made up of segment profits less overheads (as depicted in Note 11).

Total segment profits for FY2020 were RM596.0 million, an increase of 82.3 per cent from RM326.9 million in FY2019. Movements in the segment profits are shown in the chart below:



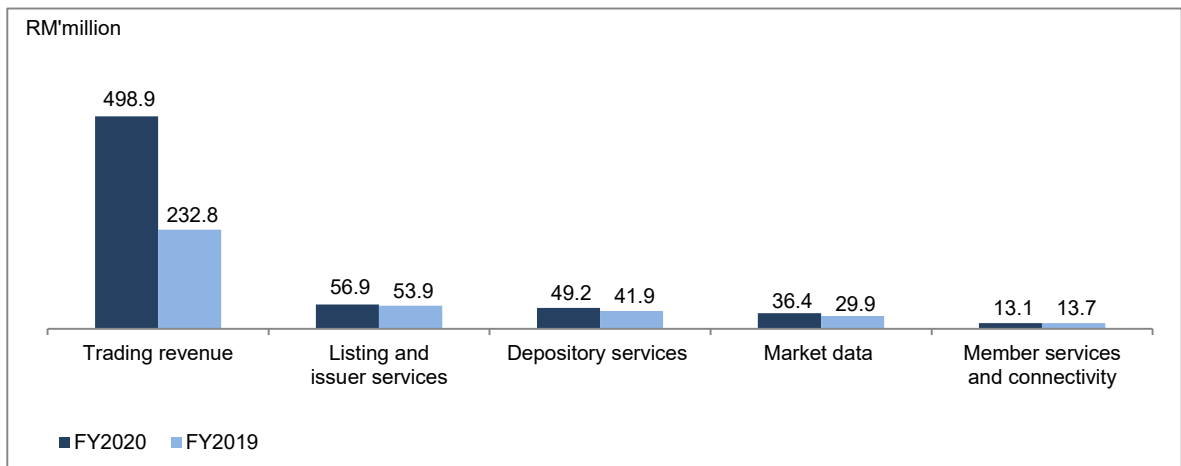
Total comprehensive income for FY2020 was RM360.6 million, an increase of 69.9 per cent compared to RM212.3 million in FY2019. This was mainly due to higher profit earned in FY2020 compared to FY2019 from the improved performance on the Securities Market and Derivatives Market.

Securities Market

The Securities Market recorded a segment profit of RM556.2 million in FY2020, an increase of 88.1 per cent compared to RM295.7 million in FY2019 mainly due to higher trading revenue.

(i) Operating Revenue

The Securities Market's operating revenue for FY2020 was RM654.5 million, an increase of 75.8 per cent compared to RM372.2 million in FY2019. Details by revenue category are shown in the chart below:



**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

(b) FY2020 vs. FY2019 (cont'd)

Securities Market (cont'd)

(i) Operating Revenue (cont'd)

- > Trading revenue increased by 114.3 per cent to RM498.9 million in FY2020 mainly due to higher ADV for OMT and DBT of RM4.31 billion in FY2020 compared to RM2.15 billion in FY2019. The additional number of trading days and the higher effective clearing fee rate earned in FY2020 also contributed to the increase in trading revenue. Trading velocity was higher by 36 percentage points to 64% in FY2020 compared to 28% in FY2019.
- > Listing and issuer services revenue increased by 5.6 per cent to RM56.9 million in FY2020 from RM53.9 million in FY2019. This was mainly due to higher additional listing fees and processing fees earned from higher number of corporate exercises in FY2020.
- > Depository services revenue increased by 17.4 per cent to RM49.2 million in FY2020 from RM41.9 million in FY2019 mainly due to higher ROD fees, transfer fees and account opening fees earned in FY2020.
- > Market data revenue increased by 21.4 per cent to RM36.4 million in FY2020 from RM29.9 million in FY2019 contributed by higher number of subscribers in FY2020.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		FY2020	FY2019	Changes (%)
ADV (OMT)	(RM'billion)	4.21	1.93	118.1
ADV (DBT)	(RM'billion)	0.10	0.22	(54.5)
Total ADV (OMT and DBT)	(RM'billion)	4.31	2.15	100.5
Average daily trading volume (OMT)	(billion shares)	7.32	2.51	191.6
Average daily trading volume (DBT)	(billion shares)	0.16	0.17	(5.9)
Total average daily trading volume (OMT and DBT)	(billion shares)	7.48	2.68	179.1
FBMKLCI	(points)	1,627.21	1,588.76	2.4
Effective clearing fee rate	(basis points)	2.60	2.47	5.3
Velocity	(per cent)	64	28	36.0
Number of IPOs		19	30	(36.7)
Number of new structured warrants listed		1,208	1,105	9.3
Total funds raised:				
- IPOs	(RM'million)	2,004.62	2,049.69	(2.2)
- Secondary issues	(RM'million)	7,996.12	4,550.28	75.7
Market capitalisation as at end of year	(RM'billion)	1,816.84	1,711.84	6.1
Number of trading days		248	244	+4 days

(ii) Operating Expenses

Segment expenses increased by 23.2 per cent to RM109.5 million in FY2020 compared to RM88.9 million in FY2019 mainly due to higher staff costs, CDS consumables expense and professional fees incurred in FY2020.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

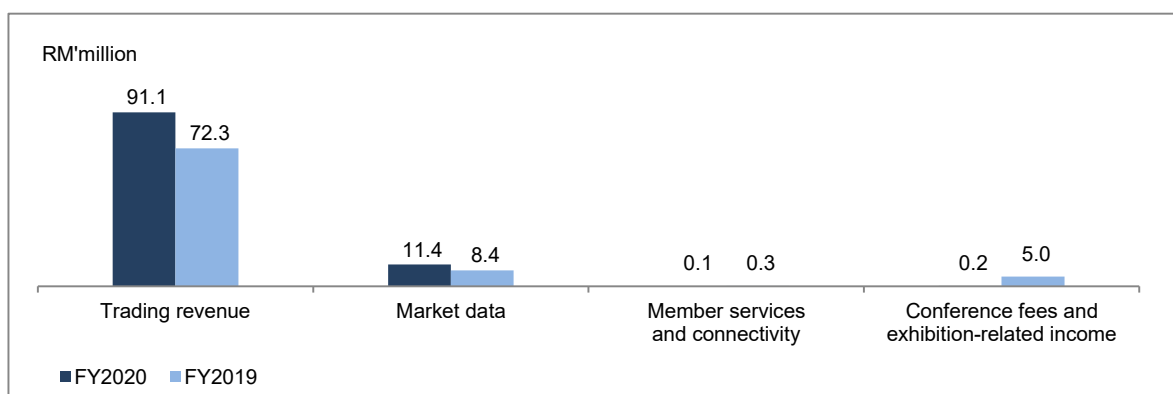
(b) FY2020 vs. FY2019 (cont'd)

Derivatives Market

The Derivatives Market recorded a segment profit of RM48.5 million in FY2020, an increase of 23.0 per cent compared to RM39.4 million in FY2019 mainly due to higher trading revenue.

(i) Operating Revenue

The Derivatives Market's operating revenue for FY2020 was RM102.8 million, an increase of 19.6 per cent compared to RM86.0 million in FY2019. Details by revenue category are shown in the chart below:



- > Trading revenue increased by 26.0 per cent to RM91.1 million in FY2020 from RM72.3 million in FY2019 mainly due to higher number of FCPO and FKLI contracts traded and number of trading days in FY2020.
- > Market data revenue increased by 34.8 per cent to RM11.4 million in FY2020 from RM8.4 million in FY2019 contributed by higher number of subscribers in FY2020.
- > Conference fees and exhibition-related income decreased by 95.6 per cent to RM0.2 million in FY2020 from RM5.0 million in FY2019 mainly due to the cancellation of the physical Palm and Lauric Oils Price Outlook Conference & Exhibition 2020 and which was replaced with a virtual conference.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	FY2020	FY2019	Changes (%)
FCPO contracts	14,606,684	10,704,273	36.5
FKLI contracts	3,497,416	2,281,506	53.3
FM70 contracts	56,131	353,344	(84.1)
FPOL contracts	15	104,492	(100.0)
Other contracts	73,542	67,135	9.5
Total contracts	18,233,788	13,510,750	35.0
Average daily number of contracts traded	73,523	55,372	32.8
Average number of open interest positions	259,433	251,698	3.1
Number of trading days	248	244	+4 days

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

23. OPERATING SEGMENTS REVIEW (CONT'D)

(b) FY2020 vs. FY2019 (cont'd)

Derivatives Market (cont'd)

(ii) Operating Expenses

Segment expenses increased by 15.3 per cent to RM56.0 million in FY2020 compared to RM48.6 million in FY2019 mainly due to higher staff costs, service fees and professional fees incurred in FY2020.

Exchange Holding Company

The Exchange Holding Company recorded a lower segment loss of RM14.9 million in FY2020 compared to RM15.7 million in FY2019 mainly due to higher expenses in FY2019 arising from the impairment loss on computer software.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit decreased by 16.8 per cent to RM6.2 million in FY2020 compared to RM7.5 million in FY2019 mainly due to lower BSAS trade fees as there were higher proportion of volume-based pricing trades in FY2020 where lower fees were applicable.

Overheads

Overheads increased by 25.7 per cent to RM89.4 million in FY2020 compared to RM71.1 million in FY2019 mainly due to higher staff costs, professional fees and information technology maintenance costs incurred in FY2020.

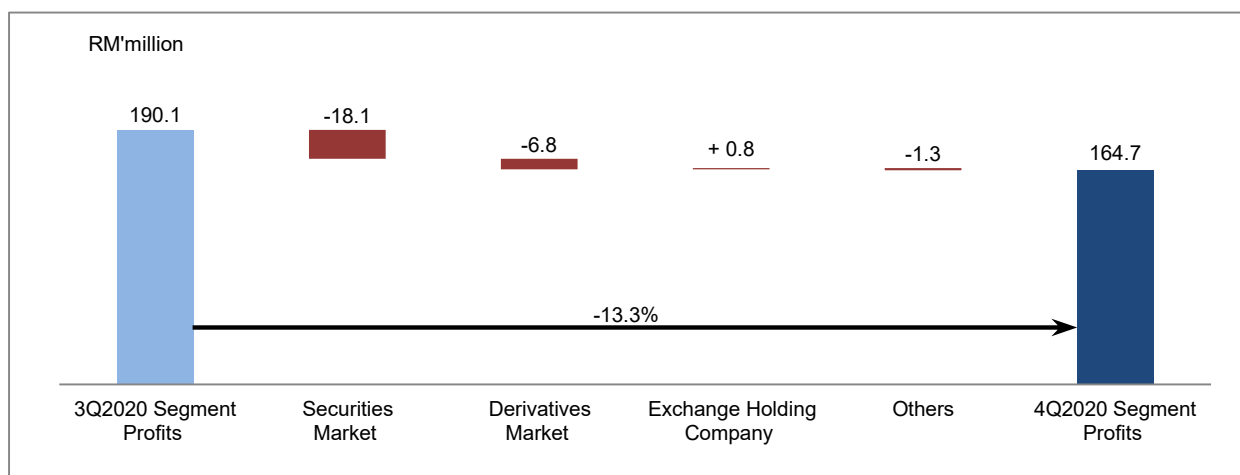
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**24. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER
COMPARED WITH IMMEDIATE PRECEDING QUARTER**

Financial Results	Quarter Ended		Changes %
	31.12.2020 RM'000	30.09.2020 RM'000	
Operating revenue	224,807	233,270	(3.6)
Other income	5,894	4,471	31.8
	230,701	237,741	(3.0)
Staff costs	(42,278)	(43,275)	(2.3)
Depreciation and amortisation	(5,179)	(5,363)	(3.4)
Other operating expenses	(43,954)	(24,658)	78.3
Profit from operations	139,290	164,445	(15.3)
Finance costs	(134)	(137)	(2.2)
PBTZ	139,156	164,308	(15.3)

PBTZ for 4Q2020 was RM139.2 million, a decrease of 15.3 per cent from RM164.3 million in the quarter ended 30 September 2020 ("3Q2020"). PBTZ is made up of segment profits less overheads.

Total segment profits for 4Q2020 were RM164.7 million, a decrease of 13.3 per cent from RM190.1 million in 3Q2020. The quarter-on-quarter movements in the segment profits are depicted in the chart below:



Securities Market

The Securities Market recorded a segment profit of RM162.1 million in 4Q2020, a decrease of 10.1 per cent from RM180.2 million in 3Q2020 mainly due to lower operating revenue and higher operating expenses.

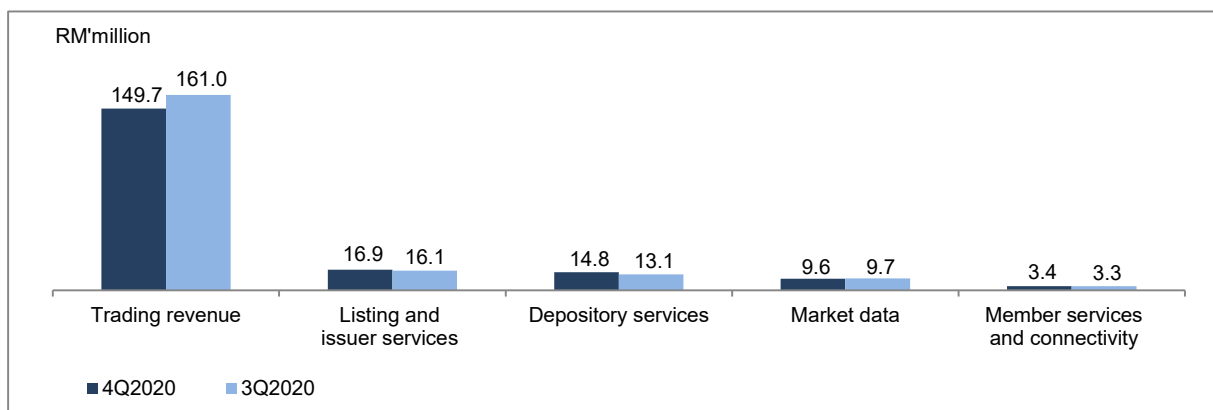
**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**24. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER
COMPARED WITH IMMEDIATE PRECEDING QUARTER (CONT'D)**

Securities Market (cont'd)

(i) Operating Revenue

The Securities Market's operating revenue for 4Q2020 was RM194.4 million, a decrease of 4.4 per cent compared to RM203.2 million in 3Q2020. Details by revenue category are shown in the chart below:



- > Trading revenue decreased by 7.0 per cent to RM149.7 million in 4Q2020 from RM161.0 million 3Q2020 mainly attributed to lower ADV for OMT and DBT of RM4.98 billion in 4Q2020 compared to RM5.80 billion in 3Q2020. Trading velocity in 4Q2020 was lower by 16 percentage points to 69% compared to 85% in 3Q2020.
- > Listing and issuer services revenue increased by 4.4 per cent to RM16.9 million in 4Q2020 compared to RM16.1 million in 3Q2020 mainly due to higher additional listing fees earned from higher number of corporate exercises in 4Q2020.
- > Depository services revenue increased by 12.7 per cent to RM14.8 million in 4Q2020 from RM13.1 million in 3Q2020 mainly due to higher transfer fees and public issue fees earned in 4Q2020.

Key operating drivers of the Securities Market are as follows:

Key operating drivers		4Q2020	3Q2020	Changes (%)
ADV (OMT)	(RM'billion)	4.83	5.72	(15.6)
ADV (DBT)	(RM'billion)	0.15	0.08	87.5
Total ADV (OMT and DBT)	(RM'billion)	4.98	5.80	(14.1)
Average daily trading volume (OMT)	(billion shares)	8.97	10.34	(13.2)
Average daily trading volume (DBT)	(billion shares)	0.16	0.21	(23.8)
Total average daily trading volume (OMT and DBT)	(billion shares)	9.13	10.55	(13.5)
FBMKLCI	(points)	1,627.21	1,504.82	8.1
Effective clearing fee rate	(basis points)	2.66	2.52	5.6
Velocity	(per cent)	69	85	(16.0)
Number of IPOs		6	6	-
Number of new structured warrants listed		314	392	(19.9)
Total funds raised:				
- IPOs	(RM'million)	1,687.18	121.48	1,288.9
- Secondary issues	(RM'million)	5,475.98	878.30	523.5
Market capitalisation as at end of period	(RM'billion)	1,816.84	1,638.72	10.9
Number of trading days		64	62	+2 days

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

24. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER COMPARED WITH IMMEDIATE PRECEDING QUARTER (CONT'D)

Securities Market (cont'd)

(ii) Operating Expenses

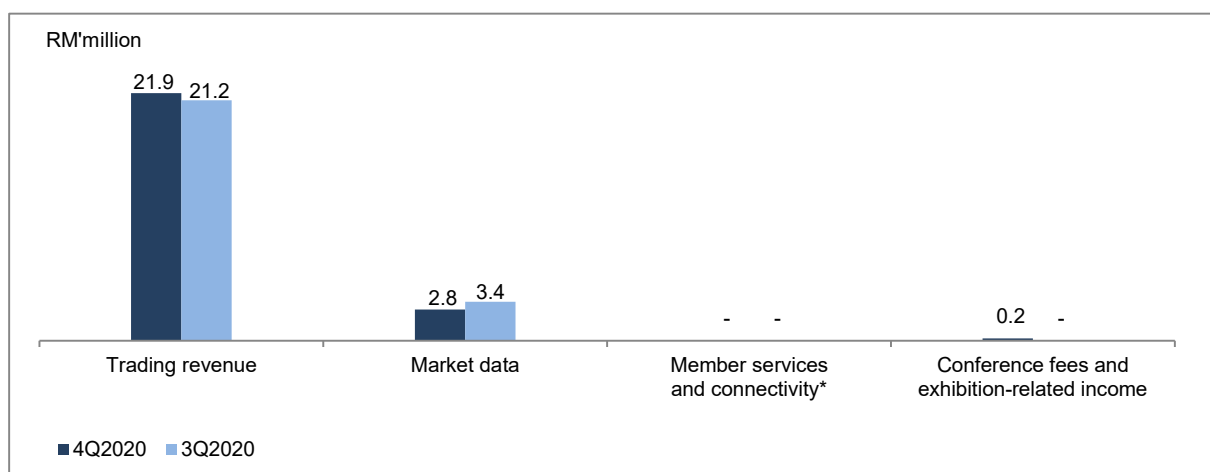
Segment expenses increased by 36.0 per cent to RM35.0 million in 4Q2020 compared to RM25.8 million in 3Q2020 mainly due to higher CDS consumables expense and marketing and development expenses incurred in 4Q2020.

Derivatives Market

The Derivatives Market recorded a segment profit of RM5.8 million in 4Q2020, a decrease of 53.8 per cent from RM12.6 million in 3Q2020 mainly due to higher operating expenses.

(i) Operating Revenue

The Derivatives Market's operating revenue for 4Q2020 was RM24.9 million, an increase of 1.0 per cent from RM24.6 million in 3Q2020 mainly due to higher trading revenue. Details by revenue category are shown in the chart below:



* Member services and connectivity fees income was below RM0.1 million for both 4Q2020 and 3Q2020.

- > Trading revenue increased by 2.9 per cent to RM21.9 million in 4Q2020 mainly due to higher number of FCPO contracts traded and number of trading days in 4Q2020.

Key operating drivers of the Derivatives Market are as follows:

Key operating drivers	4Q2020	3Q2020	Changes (%)
FCPO contracts	3,715,084	3,434,309	8.2
FKLI contracts	810,207	852,123	(4.9)
Other contracts	17,418	16,074	8.4
Total contracts	4,542,709	4,302,506	5.6
Average daily number of contracts traded	70,980	69,395	2.3
Average number of open interest positions	236,227	240,878	(1.9)
Number of trading days	64	62	+2 days

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**24. MATERIAL CHANGE IN PERFORMANCE OF OPERATING SEGMENTS OF CURRENT QUARTER
COMPARED WITH IMMEDIATE PRECEDING QUARTER (CONT'D)**

Derivatives Market (cont'd)

(ii) Operating Expenses

Segment expenses increased by 56.7 per cent to RM19.4 million in 4Q2020 compared to RM12.4 million in 3Q2020 mainly due to higher marketing and development expenses and professional fees incurred in 4Q2020.

Exchange Holding Company

The Exchange Holding Company recorded a lower segment loss of RM3.7 million in 4Q2020 compared to RM4.5 million in 3Q2020 mainly due to higher dividend income earned in 4Q2020.

Others

This segment is made up of BSAS, bonds and offshore exchange businesses. The segment profit decreased by 67.0 per cent to RM0.6 million in 4Q2020 compared to RM1.9 million in 3Q2020 mainly due to higher staff costs incurred in 4Q2020.

Overheads

Overheads decreased by 0.9 per cent to RM25.6 million in 4Q2020 compared to RM25.8 million in 3Q2020.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

25. COMMENTARY ON PROSPECTS AND TARGETS

The World Bank in its January 2021 Global Economic Prospects report projected the global economy to expand by 4% in 2021, with the expectation that the initial COVID-19 vaccine rollout would become widespread throughout the year. The World Bank had also, in December 2020, projected Malaysia's economy to grow at 6.7% in 2021 after a contraction of 5.8% in 2020, subject to several uncertainties such as the development of an effective vaccine and the robustness of a rebound in global growth. In November 2020, Bank Negara Malaysia ("BNM") expected growth to recover in 2021 in the range of 6.5% to 7.5%. On 20 January 2021, BNM maintained the overnight policy rate at 1.75% as the global economy continues to recover despite the resurgence of COVID-19 cases.

Trading activity in the Securities Market declined by 15.7% in 4Q2020 recording a daily average trading value ("ADV") for On-Market Trades ("OMT") of RM4.83 billion compared to RM5.72 billion in 3Q2020. The ongoing developments surrounding the pandemic continue to drive investment flows, led by domestic institutions and retail investors. Whilst trading activities are anticipated to ease in 2021, they are expected to remain strong, supported by the low interest rate environment, announcements on the availability of vaccines, renewed interest in segments such as banking and the impact of the Budget 2021 initiatives.

In the Derivatives Market, the average daily contracts in 4Q2020 saw an increase of 2.3% to 70,980 contracts compared to 69,395 contracts in 3Q2020 mainly due to the higher number of FCPO contracts traded. The developments in crude palm oil ("CPO") such as the strong rally in CPO prices and India's reduction of its import duty on CPO and, the resumption of the short-selling activities in the equities market effective from 1 January 2021, will continue to influence the growth in the FCPO and FKLII contracts respectively.

As for the Islamic Capital Market, the ADV for OMT on Shariah compliant stocks declined by 20.8% to RM3.71 billion in 4Q2020 compared to RM4.68 billion in 3Q2020. Bursa will focus in developing and growing the Islamic Capital Market by promoting the Shariah compliant stocks and also introducing new Islamic products and services such as Waqaf ETF and Hibah. Bursa Suq Al-Sila' ADV reported an increase in trade to RM34.3 billion in 4Q2020 compared to RM31.5 billion in 3Q2020 due to higher trades from foreign participants. The Exchange expects to sustain its growth momentum in 2021.

In 2021, the developments in the global and domestic markets will continue to influence the performance in both the Securities and Derivatives Markets. The Exchange anticipates a relatively strong performance for 2021, albeit with the expectation of the easing of trades in the Securities Market, going forward.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

26. INCOME TAX EXPENSE AND ZAKAT

	Quarter Ended			Year Ended		
	31.12.2020 RM'000	31.12.2019 RM'000	Changes %	31.12.2020 RM'000	31.12.2019 RM'000	Changes %
Income tax						
Current provision	33,401	17,956	86.0	133,836	68,767	94.6
Under/(Over) provision of tax in previous year	-	-	-	66	(159)	(141.5)
	33,401	17,956	86.0	133,902	68,608	95.2
Deferred tax						
Relating to origination and reversal of temporary differences	234	(217)	(207.8)	(5,868)	(2,307)	154.4
Under/(Over) provision of tax in previous year	-	-	-	189	(94)	(301.1)
	234	(217)	(207.8)	(5,679)	(2,401)	136.5
Total income tax expense	33,635	17,739	89.6	128,223	66,207	93.7
Zakat	667	-	-	667	-	-
Total income tax expense and zakat	34,302	17,739	93.4	128,890	66,207	94.7

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit for the current and previous corresponding periods.

The effective tax rates of the Group for the current and previous corresponding periods were higher than the statutory tax rates of the respective periods principally due to certain expenses being not deductible for tax purposes.

27. TRADE RECEIVABLES

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Trade receivables	89,317	44,578
Less: Allowance for impairment losses	(1,886)	(2,318)
	87,431	42,260

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

27. TRADE RECEIVABLES (CONT'D)

The ageing analysis of the Group's trade receivables is as follows:

	As at 31.12.2020 RM'000	As at 31.12.2019 RM'000
Not past due and not credit impaired	79,559	35,099
Past due and not credit impaired:		
< 30 days	3,394	3,704
31 - 60 days	2,652	1,429
61 - 90 days	1,217	278
91 - 180 days	552	1,943
> 181 days	664	471
Credit impaired	1,279	1,654
Trade receivables (gross)	89,317	44,578
Less: Allowance for impairment losses	(1,886)	(2,318)
	87,431	42,260

Trade receivables that are past due and not impaired are creditworthy debtors. The Group has no significant concentration of credit risk that may arise from exposures to a single clearing participant or counterparty.

28. CORPORATE PROPOSAL

There was no corporate proposal announced that is not completed as at the reporting date.

29. BORROWINGS AND DEBT SECURITIES

As at the reporting date, there was no short-term borrowing and the Group has not issued any debt securities.

30. CHANGES IN MATERIAL LITIGATION

There was no material litigation against the Group as at the reporting date.

31. DECLARED DIVIDEND

On 2 February 2021, the Board of Directors approved and declared a single-tier final dividend of 26.0 sen per share and a single-tier special dividend of 8.0 sen per share in respect of the financial year ended 31 December 2020, amounting to approximately RM210,347,000 and RM64,722,000 respectively.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

32. EARNINGS PER SHARE ("EPS")

(a) Basic EPS

	Quarter Ended		Year Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Profit attributable to the owners of the Company (RM'000)	104,854	45,557	377,747	185,855
Weighted average number of ordinary shares in issue ('000)	808,503	808,503	808,749	807,962
Basic EPS (sen)	13.0	5.6	46.7	23.0

(b) Diluted EPS

	Quarter Ended		Year Ended	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Profit attributable to the owners of the Company (RM'000)	104,854	45,557	377,747	185,855
Weighted average number of ordinary shares in issue ('000)	808,503	808,503	808,749	807,962
Effects of dilution of share grants ('000)	292	889	586	1,461
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	808,795	809,392	809,335	809,423
Diluted EPS (sen)	13.0	5.6	46.7	23.0

33. NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY

Net assets per share as at 31 December 2020 stood at RM1.11, an increase of 18.1% compared to RM0.94 as at 31 December 2019 mainly due to higher profit earned for the financial year ended 31 December 2020.

34. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the financial year ended 31 December 2019 was unmodified.

**PART B: EXPLANATORY NOTES PURSUANT TO MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

35. REVIEW BY EXTERNAL AUDITORS

The Board had engaged the external auditors to review and report on the Condensed Report of Bursa Malaysia Berhad for the quarter and year ended 31 December 2020 in accordance with the International Standard on Review Engagements 2410, *“Review of Interim Financial Information Performed by the Independent Auditor of the Entity”*.

The external auditors reported to the Board that nothing had come to their attention to cause them to believe that the Condensed Report was not prepared, in all material respects, in accordance with the MFRS 134 *Interim Financial Reporting* and IAS 34 *Interim Financial Reporting*. The report was made to the Board in accordance with the terms of the engagement letter with the external auditors and for no other purpose.

36. AUTHORISED FOR ISSUE

The Condensed Report was authorised for issue by the Board in accordance with a resolution of the Directors on 2 February 2021.