

Bursa Malaysia Berhad

1H 2024 Financial Results

30 July 2024

Tan Sri Abdul Wahid Omar

Chairman

Datuk Muhamad Umar Swift

Chief Executive Officer

Rosidah Baharom

Chief Financial Officer

New Market Records

Bursa Malaysia's Market Capitalisation Surpassed All-time High, Exceeding RM2 trillion

on 7 May. Reached a new high of RM2.07 trillion on 13 June.

- FBMKLCI climbed to a fresh three-year high to **1,629.18** on 23 May
- FBM Small Cap hit 10-year high of **19,549.28** on 10 June
- FBM70 and FBM100 hit record highs in May after surpassing their pre-pandemic level
- Top Spot in the region in terms of IPO proceeds raised in the first half of the year. Ranked second in terms of number of IPOs and market capitalisation.
- Daily trading volume for all derivatives products combined reached a historic high exceeding **178,000 contracts** on 29 May
- Derivatives Open Interest — a vital gauge of market depth and price trend momentum — hit a record at over **366 thousand contracts** on 26 March



1 1H 2024 Financial Performance

Operating Revenue	: RM374.5 million	(▲ 29.3% YoY)
PATAMI	: RM155.5 million	(▲ 17.4% YoY)
Dividend Per Share	: 18 sen	(▲ 20% YoY)

2 Business & Strategy

Strong quarterly PBT in 2Q 2024 on the back of a positive 2024 economic outlook, setting up a solid base to achieve our revised 2024 Headline KPIs

Securities Market continue to be our primary profit contributor, recording substantial growth attributed to increased trading activities, while other operating revenue from Derivatives and Data Business also contributed positively

Several initiatives planned in FY 2024 under the Strategic Roadmap 2024 – 2026, including

- Working towards shorter turnaround time for CDS-related services via API Gateway Service
- Onboarding PLCs onto the Centralised Sustainability Intelligence Platform
- Relaunching single stock futures, with enhanced product specifications

3 2024 Outlook

Optimistic to meet our revised headline KPI for FY 2024 – underpinned by strong economic fundamentals and confidence in the Government's effective economic restructuring and fiscal reforms. Sentiment in our capital market is also bolstered by increased participation by foreign funds and rating upgrades.

Agenda

- Financial Highlights & Market Performance
- Financial Review
- 1H 2024 Strategic Highlights
- Our Way Forward

Financial Highlights & Market Performance

1H 2024 Financial Highlights

OPERATING REVENUE	1H 2024: RM374.5 m
	▲ 29.3%
	1H 2023: RM289.6 m

- Strong performance on the back of significant trading activities in the Securities Market

OPERATING EXPENSES	1H 2024: RM177.6 m
	▲ 35.5%*
	1H 2023 : RM131.1 m

- Increase in staff and technology costs as part of capacity building for new businesses

PATAMI	1H 2024: RM155.5 m
	▲ 17.4%
	1H 2023: RM132.4 m

- PATAMI increased by 17.4% in 1H 2024 as compared to 1H 2023

COST TO INCOME RATIO	1H 2024: 46%
	▲ 2 p.p.
	1H 2023: 44%

RETURN ON EQUITY	1H 2024: 37%
	▲ 4 p.p.
	1H 2023: 33%

EARNINGS PER SHARE	1H 2024: 19.2 sen
	▲ 17.1%
	1H 2023: 16.4 sen

*There was a one-off reversal of provision in 1H 2023. If excluding this one-off reversal in 1H 2023, the normalised operating expenses in 1H2024 would increase by 12.2% compared to RM158.3 million in 1H 2023.

Dividend

Interim Dividend

18.0

sen per share

ENTITLEMENT DATE

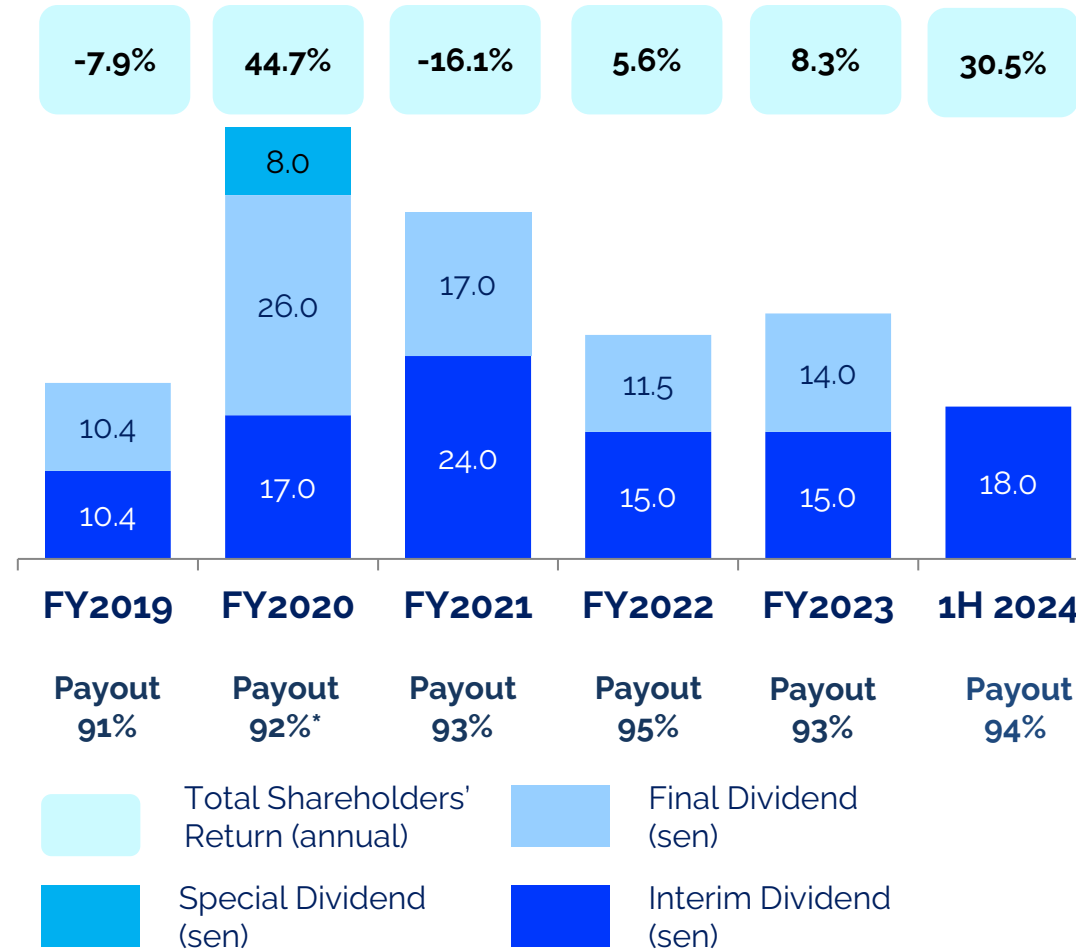
21 August 2024



PAYMENT DATE

28 August 2024

Dividend History



* Excludes special dividend

4.1%

Annualised Dividend Yield for 1H 2024

based on share price of RM8.84 on 30 June 2024

451.6%

Total Shareholders' Return since listing

Securities Market Overview

Number of new listings increased to 21 in 1H 2024, while ADV momentum advanced further in 2Q 2024

Initial Public Offerings (IPO)

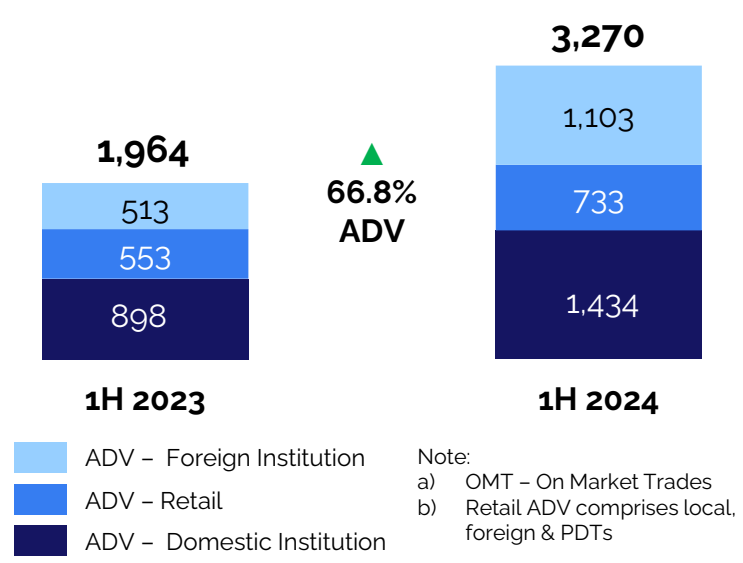
Market	1H 2023	1H 2024
IPO Market Cap* (RM bil)	13.8	7.3
Funds raised from IPOs (RM mil)	2,267	2,180
Number of IPOs	16	21
MAIN	4	4
ACE	11	16
LEAP	1	1

* Based on listing price

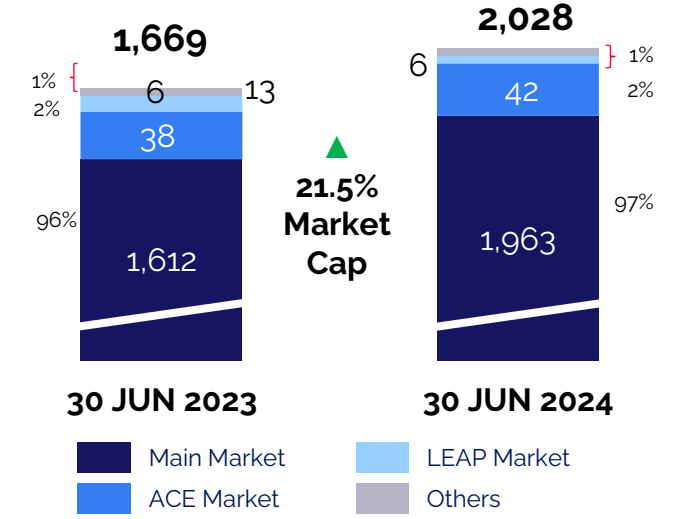
New Structured Warrants

1H 2023	1H 2024
717	865

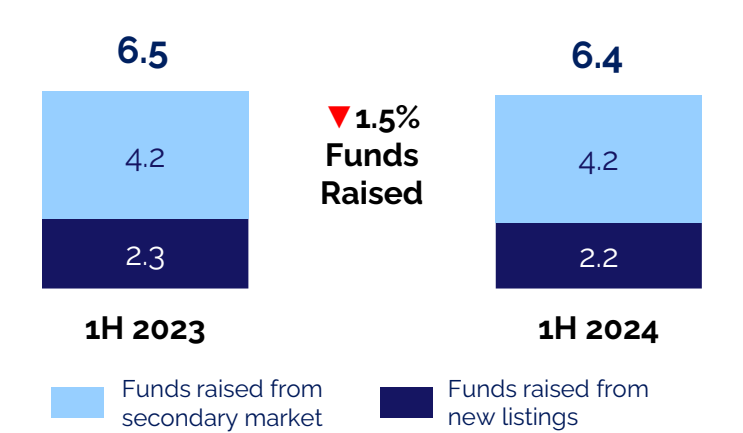
Average Daily Value (ADV) (OMT) (RM mil)



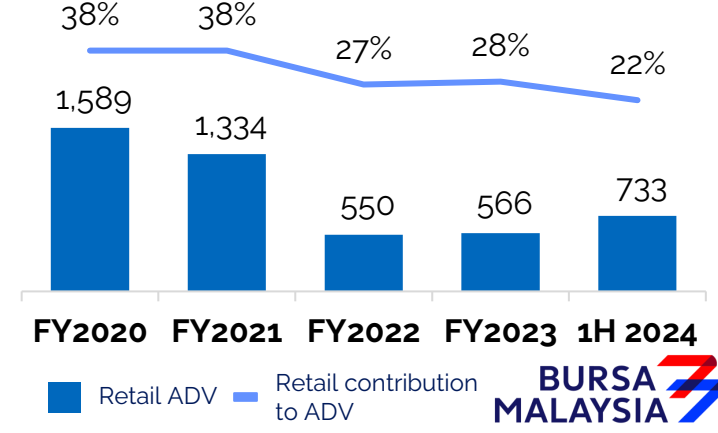
Market Capitalisation (RM bil)



Funds Raised (RM bil)



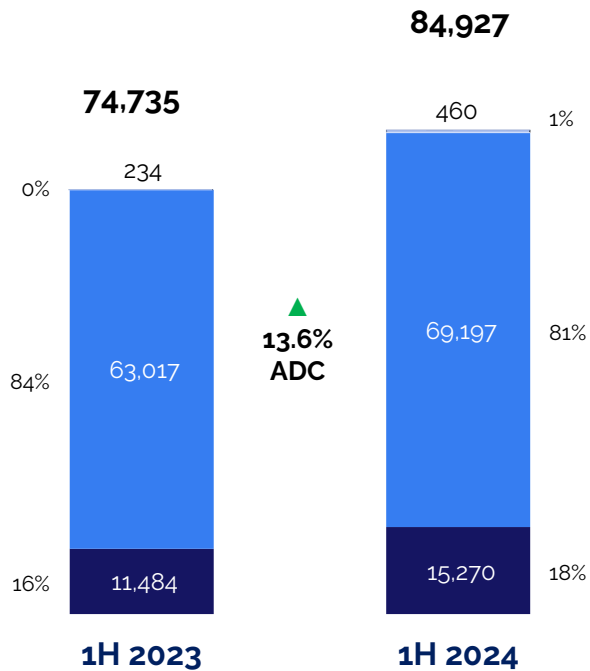
Retail ADV (RM mil)



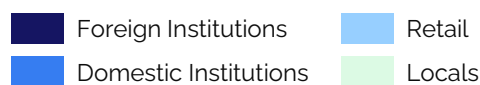
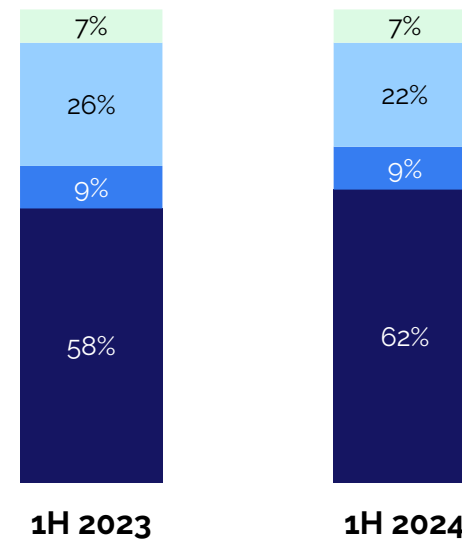
Derivatives Market Overview

ADC increased by 13.6% yoy in 1H 2024

ADC Traded by Products



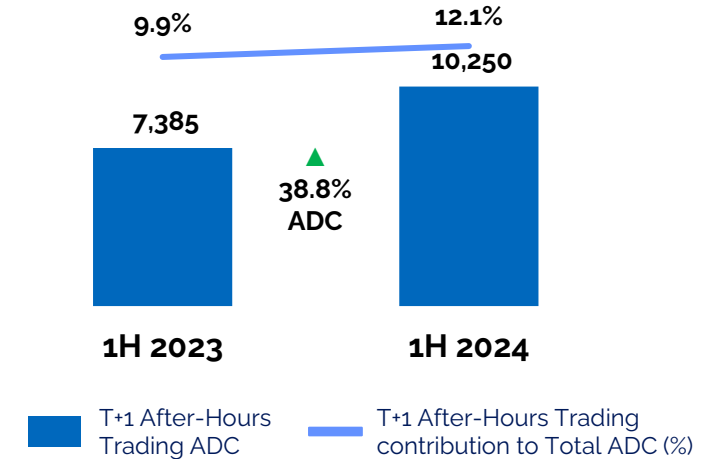
ADC Traded by Investor Types



Product Volatility

	Volatility of CPO Prices	Volatility of FBMKLCI
1H 2023	32%	7%
1H 2024	19%	7%

T+1 After-Hours Trading



Islamic Markets Overview

BSAS trades declined by 11.9% as domestic participation dropped

1H 2024 Highlights

83%

of Bursa Suq Al-Sila' (BSAS) trades contributed by local participants

11 new participants

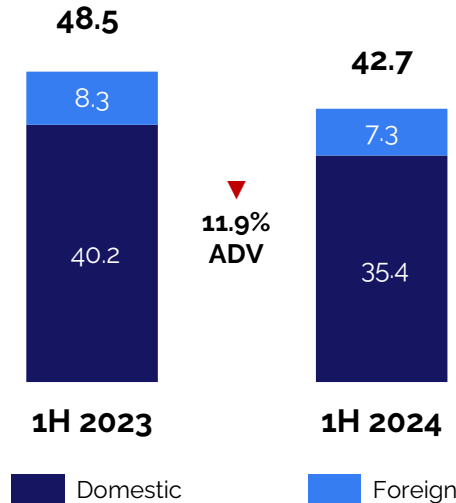
In 1H 2024, BSAS admitted 8 Local Participants and 3 Foreign Participants

▲ 3.4%

increase in the number of Shariah-compliant stocks

Breakdown of Islamic Markets Activity

BSAS ADV (RM bil)



1H 2023

1H 2024

Domestic

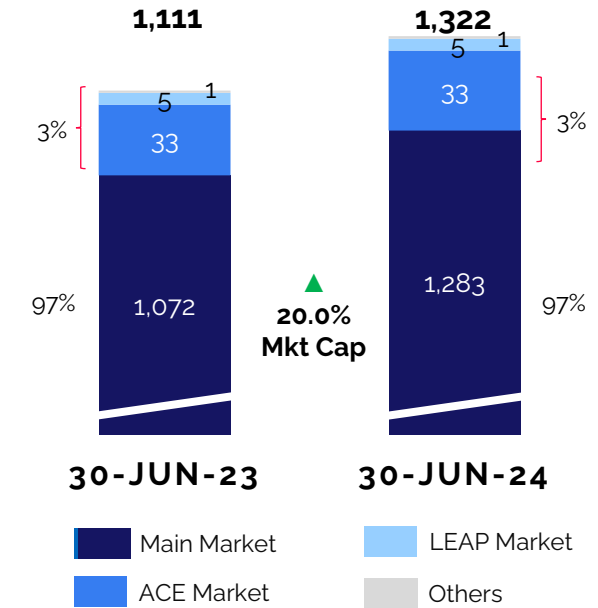
Foreign

No. of Trading Participants

335

365

Market Capitalisation of Shariah-Compliant Stocks (RM bil)



30-JUN-23

30-JUN-24

Main Market

ACE Market

LEAP Market

Others

% and no. of Shariah-Compliant Stocks

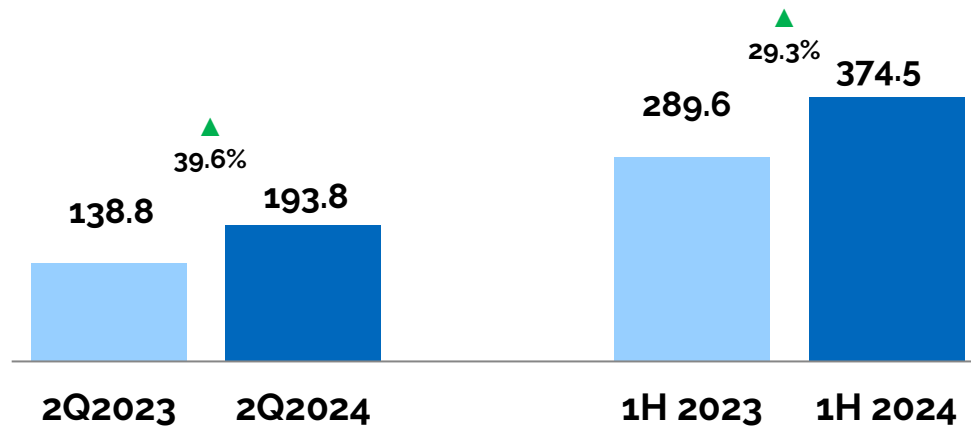
81% (793)

81% (820)

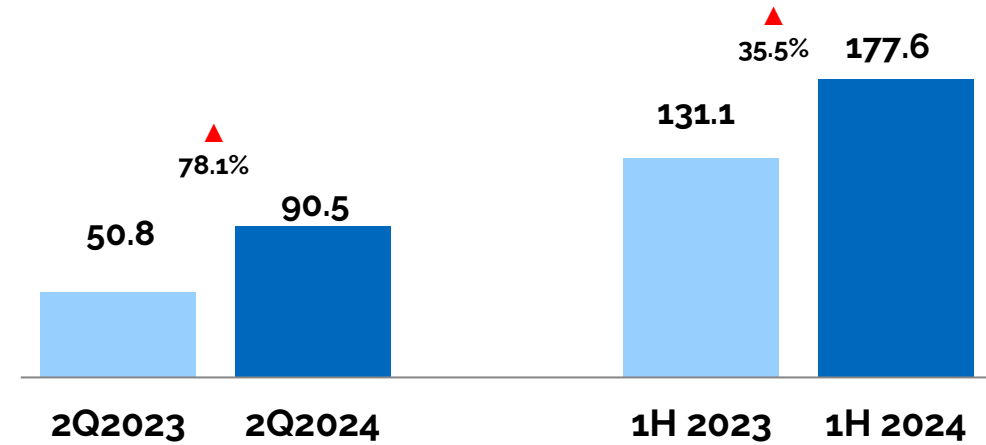
Financial Review

Financial Snapshot

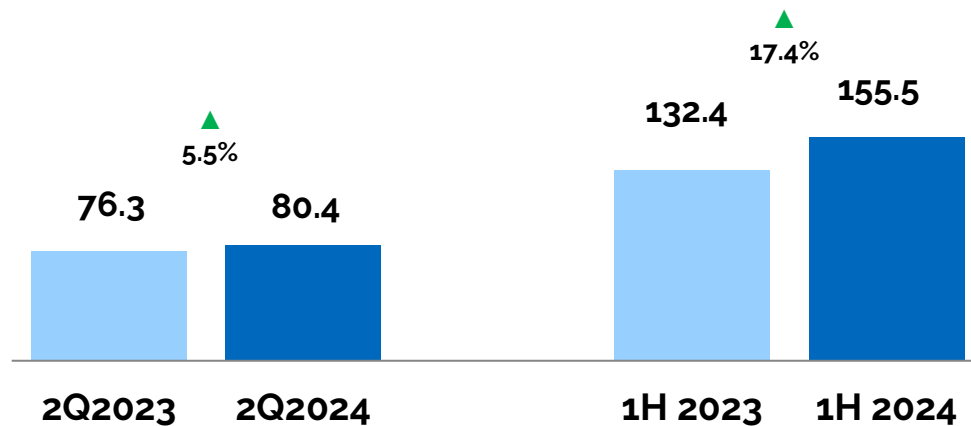
Operating Revenue (RM mil)



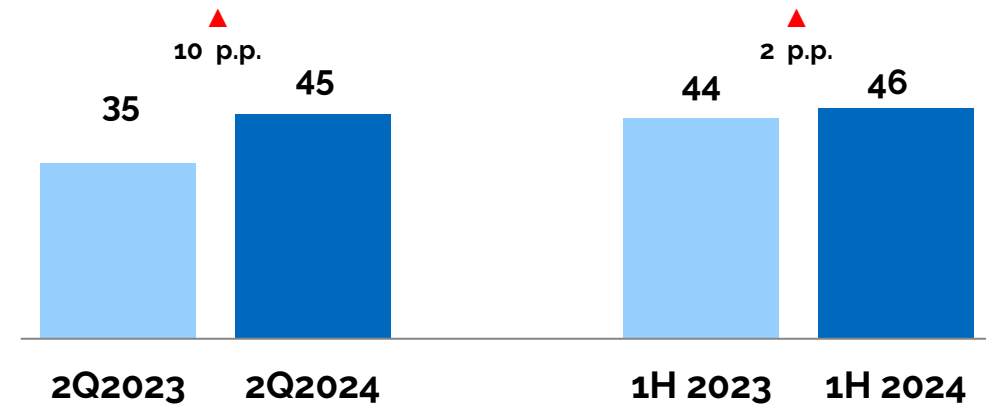
Operating Expenses (RM mil)



PATAMI (RM mil)

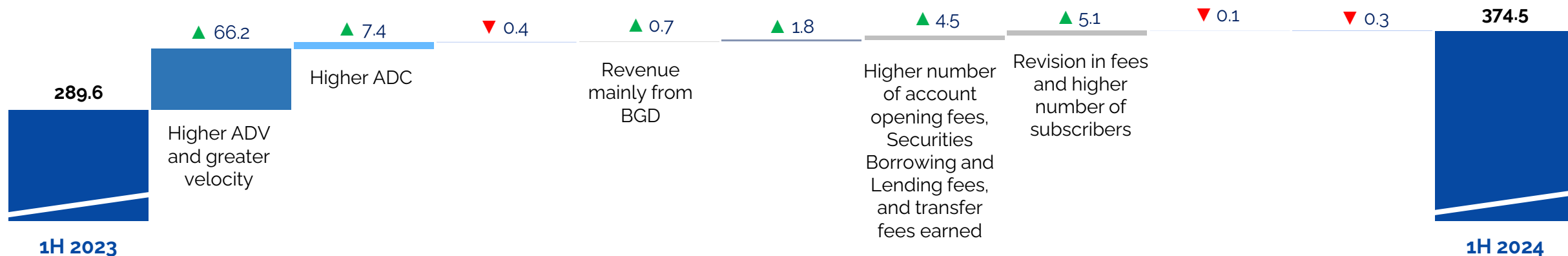


Cost to Income Ratio (%)



Operating Revenue

Registered a strong growth in 1H 2024, up by 29.3% to RM374.5 million, attributable to significant increase in securities trading revenue



Operating Revenue (RM million)

	Securities Trading Revenue	Derivatives Trading Revenue	BSAS Trading Revenue	Other Trading Revenue (BGD, BCX, BR)	Listing & Issuer Services	Depository Services	Data Business	Member Services & Connectivity	Other Operating Revenue	TOTAL
1H 2024	192.2 (52%)	51.9 (14%)	8.4 (2%)	0.7 (0%)	33.1 (9%)	31.4 (8%)	38.0 (10%)	12.4 (3%)	6.4 (2%)	374.5
1H 2023	126.0 (44%)	44.5 (15%)	8.8 (3%)	-	31.3 (11%)	26.9 (9%)	32.9 (12%)	12.5 (4%)	6.7 (2%)	289.6
YoY	▲ 52.6%	▲ 16.8%	▼ 5.3%	n/a	▲ 6.0%	▲ 16.6%	▲ 15.4%	▼ 0.6%	▼ 5.2%	▲ 29.3%

Trading Revenue ▲ 41.2%

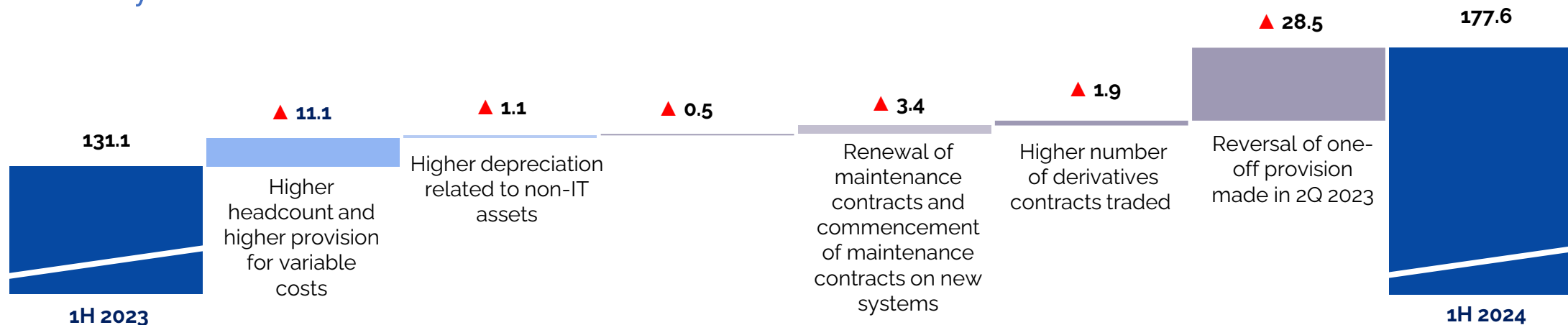
Significant growth in Securities trading revenue resulting from the higher ADV-OMT. Aside from this, Derivatives trading revenue also contributed to the overall increase.

Non-Trading Revenue ▲ 10.0%

Non-trading revenue increased by 10% due to higher data business, depository services and listing & issuer services,

Operating Expenses

Increase of 35.5% to RM177.6 million in 1H 2024 due to higher staff expenses and IT maintenance costs (excluding the one-off reversal of provision in 1H 2023, the normalised OPEX would have increased by 12.2%)



Expenses (RM million)

	Staff Costs	Depreciation & Amortisation	Marketing & Development	IT Maintenance	Service Fees	Other Operating Expenses	TOTAL
1H 2024	94.8 (53%)	17.3 (10%)	9.3 (5%)	20.4 (12%)	12.5 (7%)	23.3 (13%)	177.6
1H 2023	83.7 (64%)	16.2 (12%)	8.8 (7%)	17.0 (13%)	10.6 (8%)	-5.2 (-4%)	131.1
YoY	▲ 13.2%	▲ 7.0%	▲ 5.9%	▲ 20.2%	▲ 17.9%	▲ >100%	▲ 35.5%

1H 2024 Strategic Highlights

Our Evolution

Traditional Capital Market

- Equities
- Derivatives
- Shariah-compliant products and platforms
- Exchange Traded Funds (ETFs)
- Real Estate Investment Trusts (REITs)
- Exchange traded bonds and sukuk (ETBS)
- Market data

Bursa Malaysia as a Multi-Asset Exchange



Bursa Carbon Exchange (BCX)

World's first Shariah-compliant Carbon Exchange



BR Capital

*Fixed income product for investors/
debt fundraising platform for listed and
unlisted small to mid-sized companies*



Bursa Gold Dinar

*A new app where anyone can invest
in gold*

& more to come...

BURSA
MALAYSIA



Centralised Sustainability Intelligence (CSI) Solution

Single source of data for ESG insights



MyBURSA

*Customer-centric portal to support investors
and corporates' investing journey*



BURSA REACH

*Connecting individual investors directly
with dealers and remisiers*

Legend:



New Asset Classes



New Services

Key Strategic Highlights in 1H 2024

Strengthening Our Core Business – Securities Market



- Welcomed 21 IPO listings
- Joint commitment with the Securities Commission Malaysia (SC) to **expedite IPO approval for the Main and ACE Markets** (26 Feb 2024)
- **Listing of the first Business Trust**, an alternative listing structure for fundraising and investing (25 Mar 2024)

Diversifying the Derivatives Business



- Launched **Bursa Malaysia Dalian Commodity Exchange (DCE) Soybean Oil Futures (FSOY)**, the first non-palm-based edible oil futures contract listed on our Exchange (18 Mar 2024)
- Completed second intake of **Futures Trading Apprenticeship Programme (FTAP)** to nurture new derivatives trading professionals (11 May 2024)

Positioning Bursa as Global Hub for Islamic Capital Market



- Launched **Bursa Gold Dinar** (16 Jan 2024)
- BSAS admitted 11 new participants -3 foreign, and 8 local

Providing New & Improved Services to the Capital Market



- Launched a new Customer Portal (**MyBURSA**) (16 Jan 2024)
- Introduced **SME X Platform**, a data analytical solution, in collaboration with the Companies Commission of Malaysia (23 Jan 2024)
- Launched **BURSA REACH** to connect investors directly with dealer representatives (7 May 2024)
- Opening of **retail access on BR Capital** (20 May 2024)

Driving Sustainability for Our Marketplace & Internationally



- Collaboration with IDX, SGX, and SET to develop the **ASEAN-Interconnected Sustainability Ecosystem** (15 Feb 2024)
- Launched **Centralised Sustainability Intelligence (CSI) Solution** (24 Jun 2024)
- Completed Inaugural **renewable energy certificates (RECs)** auction (25 Jun 2024)

Our Way Forward



Bursa Malaysia's Strategic Roadmap 2024-2026

Key Priorities in 2H 2024

 Strengthening Our Core Business – Securities Market	 Diversifying the Derivatives Business	 Positioning Bursa as Global Hub for Islamic Capital Market	 Providing New & Improved Services to the Capital Market	 Driving Sustainability for Our Marketplace & Internationally
<ul style="list-style-type: none">• Broaden securities product suite <i>e.g. explore cross-listing of ETFs and frameworks to facilitate listing of Malaysian Depository Receipts</i>• Onboard Participating Organisations on API Gateway to increase efficiency of Central Depository System account management processes• Widen market reach via education initiatives	<ul style="list-style-type: none">• Introduce new edible oil derivatives products• Relaunch of single stock futures, with enhanced product specifications realignment• Offer subsequent intakes of futures trading apprenticeship programme (FTAP)	<ul style="list-style-type: none">• Launch new waqf-featured ETF• Advance on BSAS system upgrade, towards creating a more robust, efficient and secure cloud-hosted platform	<ul style="list-style-type: none">• Introduce new features on BGD e.g. Zakat Information and gold price alerts• Auction of the first Malaysia Nature-based Carbon Credits Plus (MNC+) product• Investment note issuances or opportunities via BR Capital• Grow core financial data solutions, while commercialising ESG and new data analytics solutions	<p>Marketplace:</p> <ul style="list-style-type: none">• Onboard PLCs onto the Centralised Sustainability Intelligence Solution• Bursa Malaysia Sustainability Centre of Excellence to drive advancement of PLCs' ESG practices <p>Internal:</p> <ul style="list-style-type: none">• Enhance sustainability practices in our operations, including supply chain management process

We will continue to enhance our ecosystem to create a more facilitative and vibrant equity market

Promote new listings

- Strengthen our IPO pipeline through data-driven approach and targeted marketing

Strengthen PLCs' competitiveness via enhanced corporate performance

- Drive participation and adoption in PLC Transformation Programme (2022-2025) - As at June 2024, 270 PLCs have registered to participate in the programme

Drive sustainable finance and investment to advance SGDs and climate transition

- Engagements with investment banks, financial institutions, and government agencies to raise awareness on the UK MOBILIST programme and potential opportunities to advance sustainable development and climate action

Improve profiling and visibility of PLCs

- Ramp up Investor Relation (IR4U) Programme, and Bursa Digital Research - Average velocity of Bursa RISE companies in 1H 2024 was 20.5% higher than the overall market velocity.

Drive market conversation and fortify marketing efforts to raise foreign participation

- Host Invest Malaysia (IM) series - including IM China (23 April 2024), and IM Singapore, Hong Kong, and Iskandar in 3Q 2024.

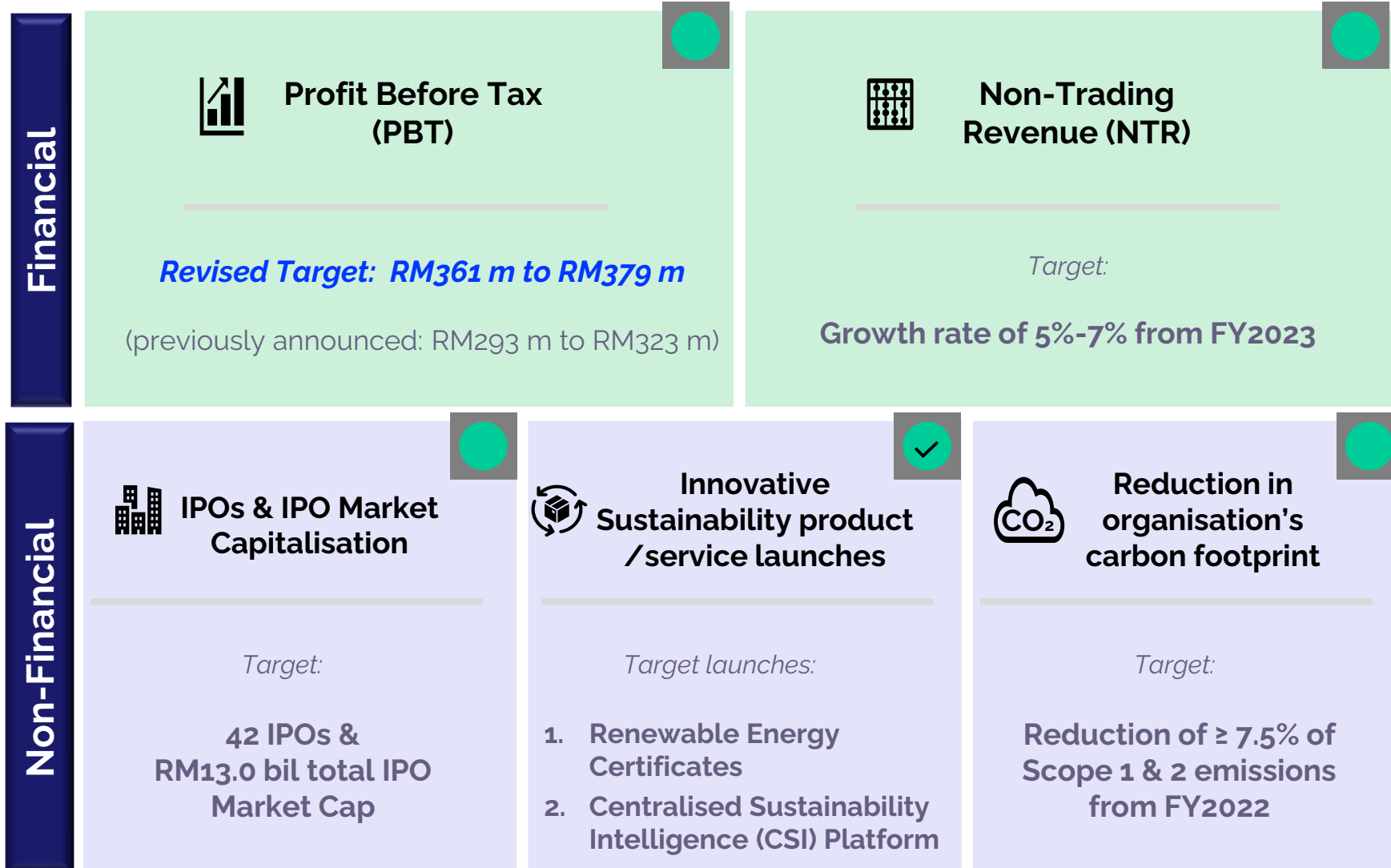
Promote retail growth and participation

- Drive investor engagement via social media and innovative solutions (e.g. new features on MyBURSA Customer Portal)
- Enhance financial literacy and education (e.g. Bursa Marketplace Fair)

Intensify ecosystem development initiatives to boost market vibrancy and trading

- Onboard new market participants and liquidity providers
- Strengthen LEAP Market, including via measures set out in "Catalysing MSME and MTC Access to the Capital Market: Five-Year Roadmap (2024-2028)"

The Exchange is optimistic in meeting these 2024 headline KPIs



The headline KPIs are targets or aspirations set by the Company as a transparent performance management practice. These headline KPIs shall not be construed as either forecasts, projections or estimates of the Company or representations of any future performance, occurrence or matter as the headline KPIs are merely a set of targets/aspirations of future performance aligned to the Company's strategy.

Fundamentals are supportive of an optimistic outlook for 2024

1 Constructive Domestic Economic Indicators

Consensus Outlook	FY 2024
Real GDP growth	4.5%
Unemployment Rate	3.3%
CPI YoY	2.5%

Source: Bloomberg

Healthy key economic indicators to underpin sustained growth in 2024

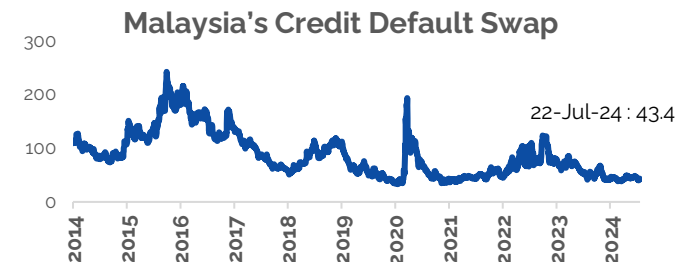
2 Stable Government Bond Yield



Source: Bloomberg

Government bond yields stable and healthy, and non-Ringgit bonds issued by government-linked entities are not indicating widening credit spreads

3 Sovereign credit default swaps are still trading at the low end



Source: Bloomberg

Malaysia's sovereign credit default swaps are still trading at the low end for the past 15 years

4 Lower Fiscal Deficit

Fiscal deficit of 5% in 2023 as compared to 5.6% in the previous year. Target to continue to decrease to 4.3% in 2024.

5 Increasing constructive analysts' expectations

Policy reforms, data centres investment and infrastructure build-out at a faster than expected pace led to country re-rating. KLCI consensus target at 1,775.4pts suggesting 11.7% upside from current level (as at 30 June 2024).

2024 Outlook

Optimistic outlook for the remainder of 2024 as our observation of market signals indicates investor sentiment anchored on good fundamentals

Thank you

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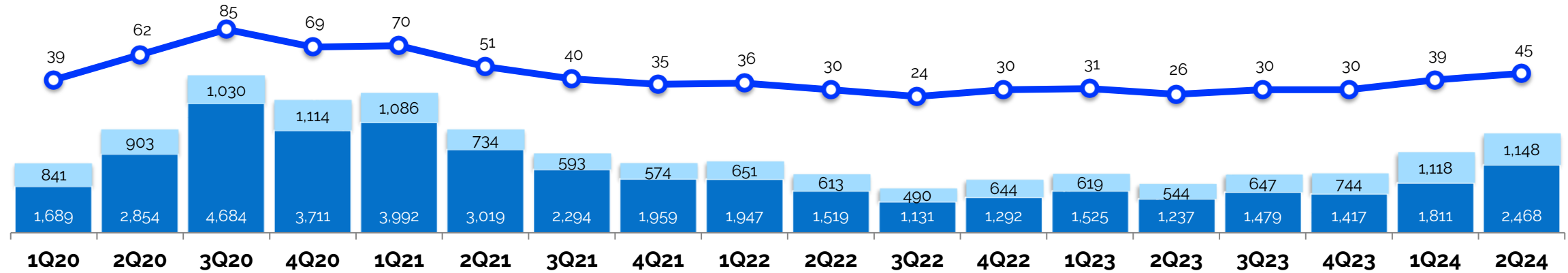


Appendices

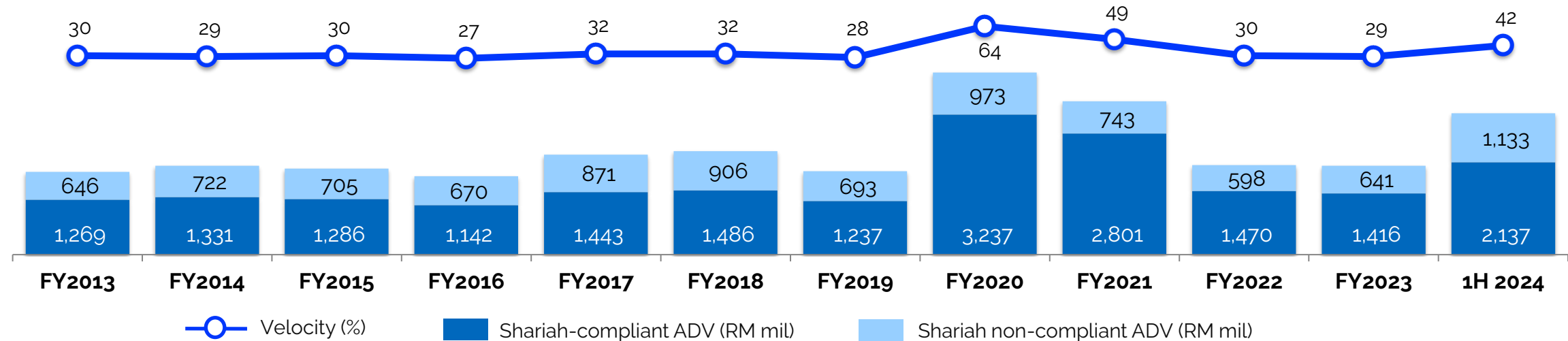


Securities Market Activity

Quarterly ADV Traded (Shariah-compliant and non-Shariah compliant) & Velocity

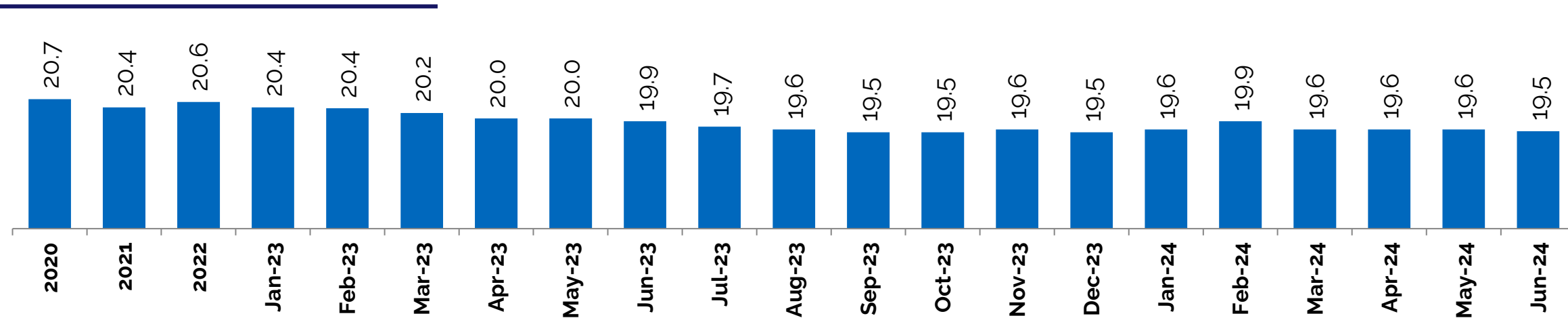


Annual ADV Traded (Shariah-compliant and non-Shariah compliant) & Velocity

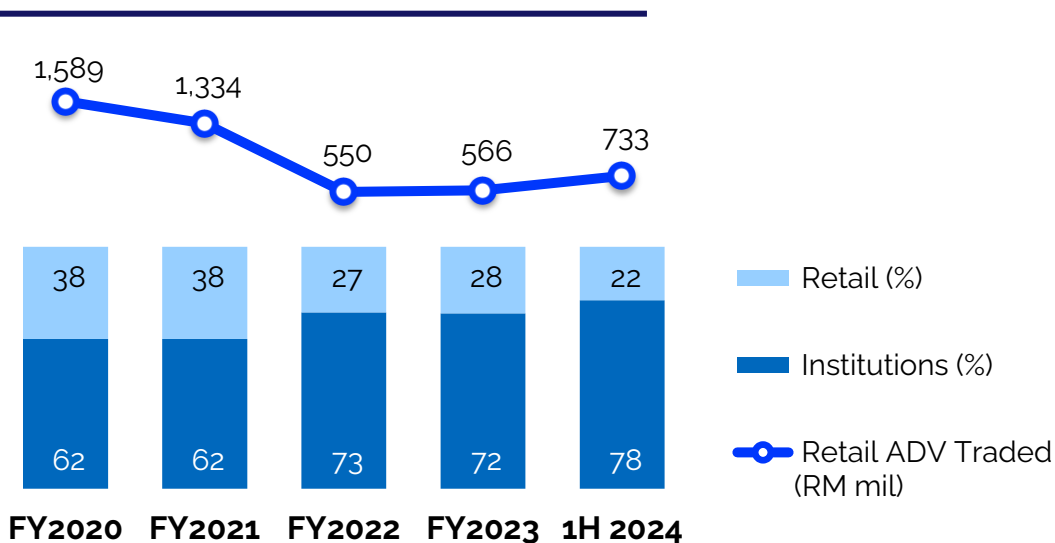


Securities Market Participation

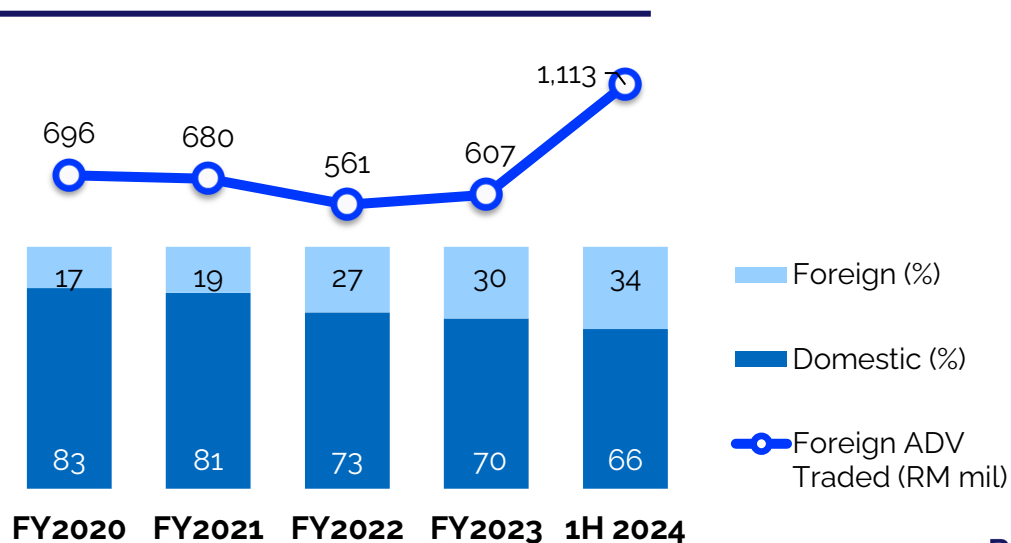
Securities Market Foreign Ownership Based on Market Capitalisation (%)



ADV - Retail vs. Institution

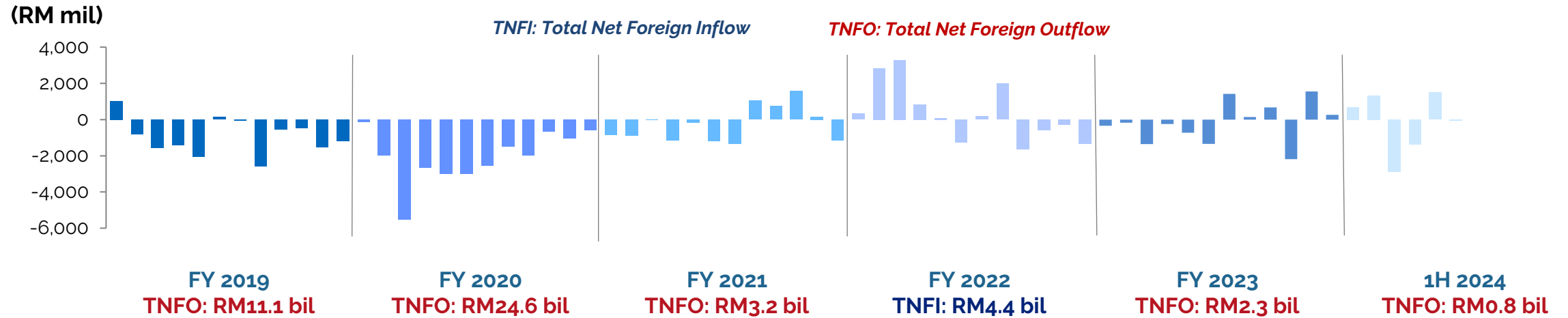


ADV - Foreign vs. Local

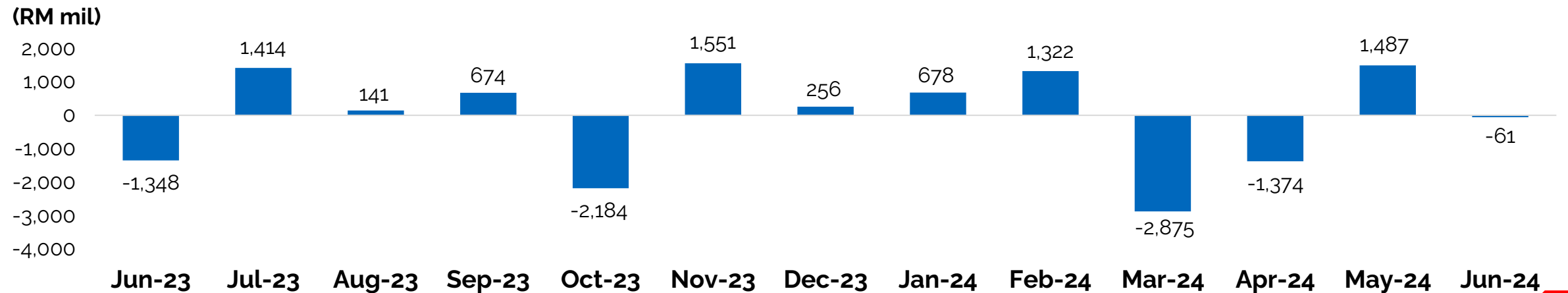


Foreign Inflow/Outflow

Monthly foreign inflow/outflow from 2018 to YTD 2024

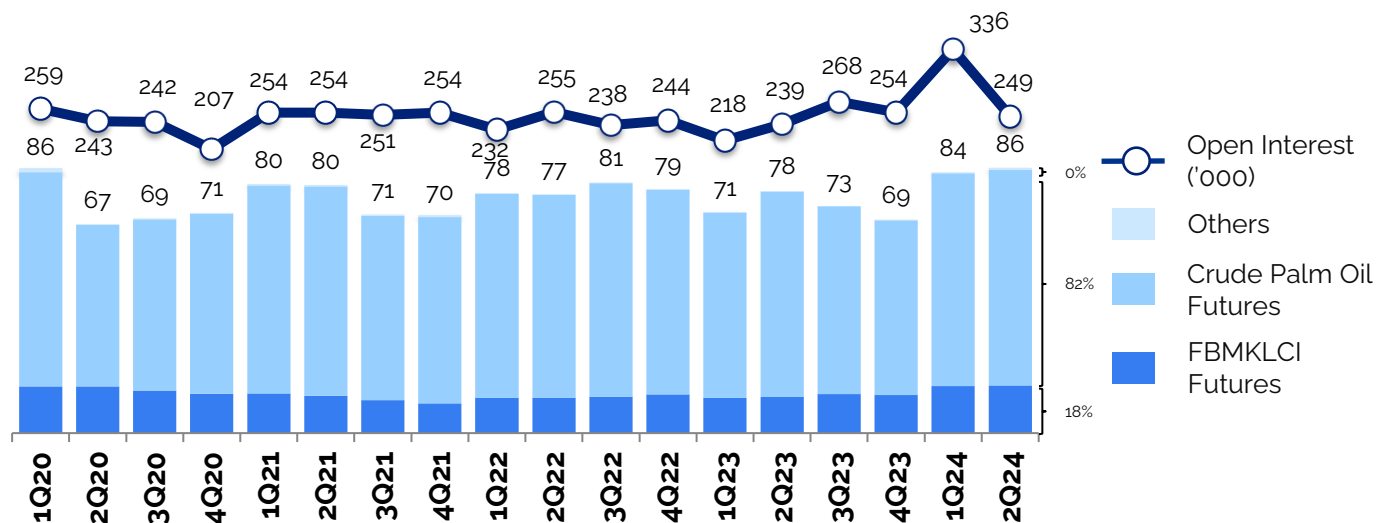


Monthly foreign inflow/outflow from Jun 2023 to Jun 2024

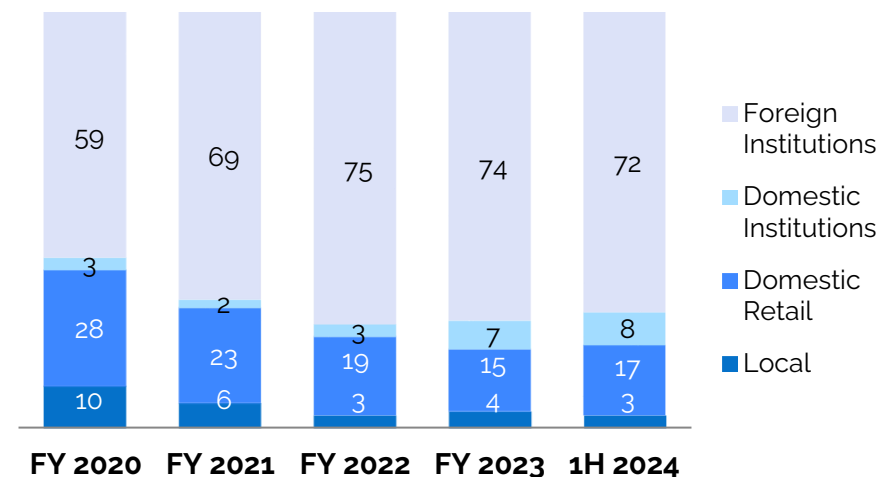


Derivatives Market Activity

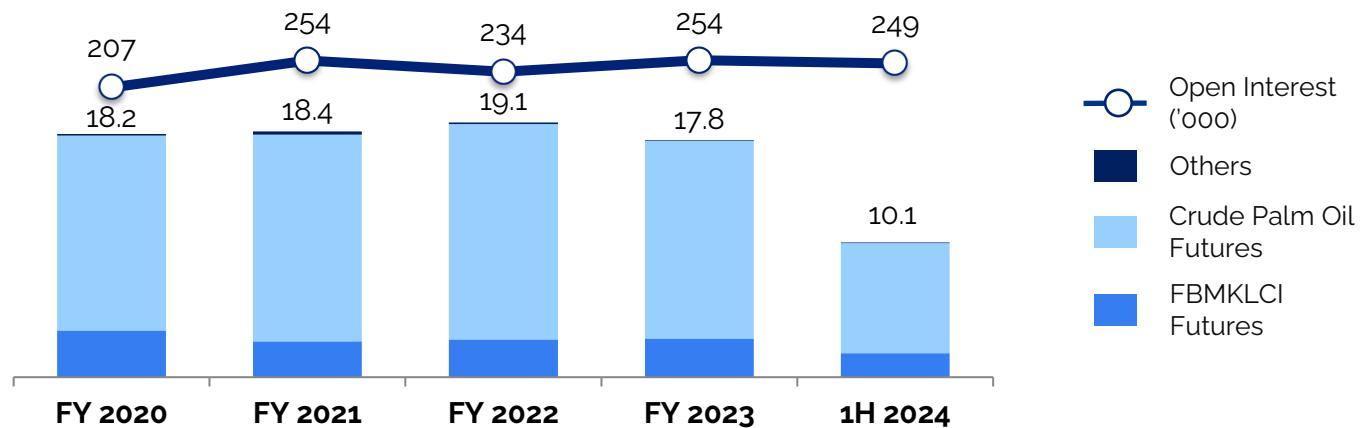
Quarterly Average Daily Contracts ('000)



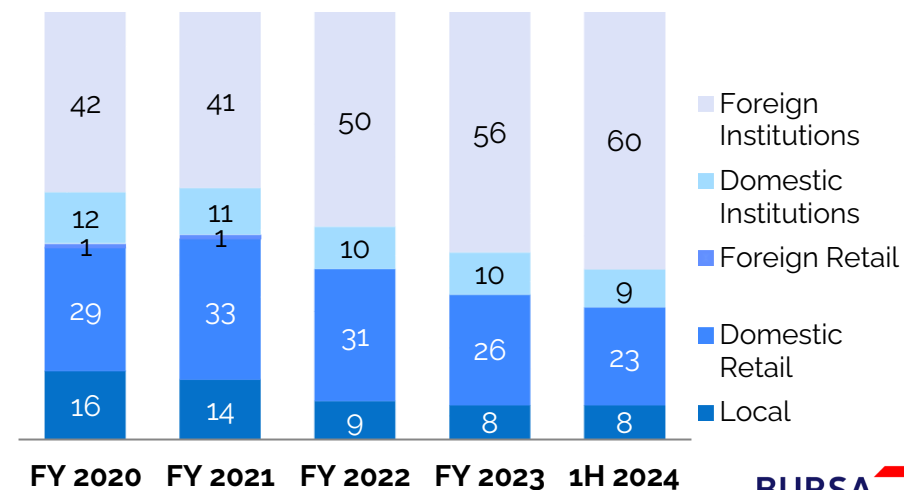
FKLI Demography (%)



Total Annual Contracts (mil)

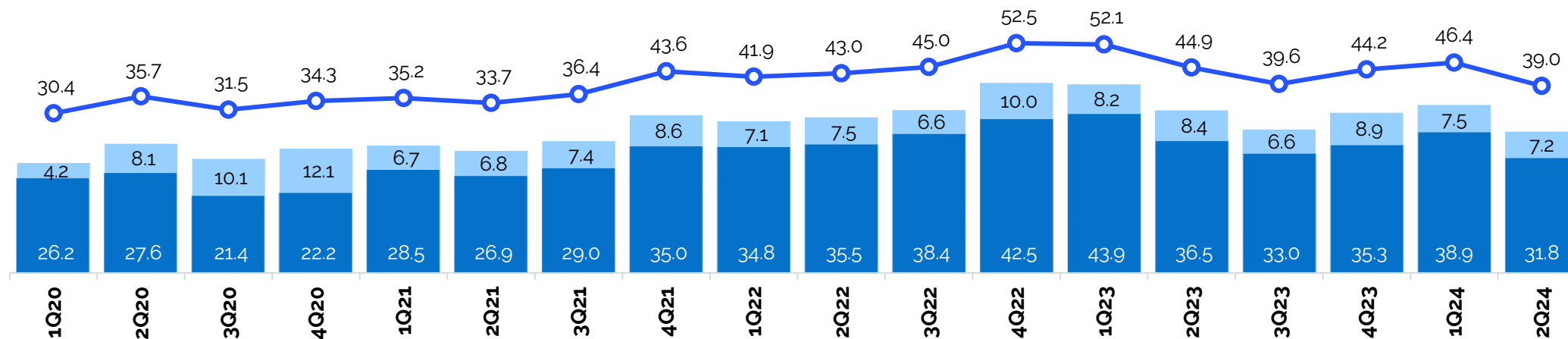


FCPO Demography (%)

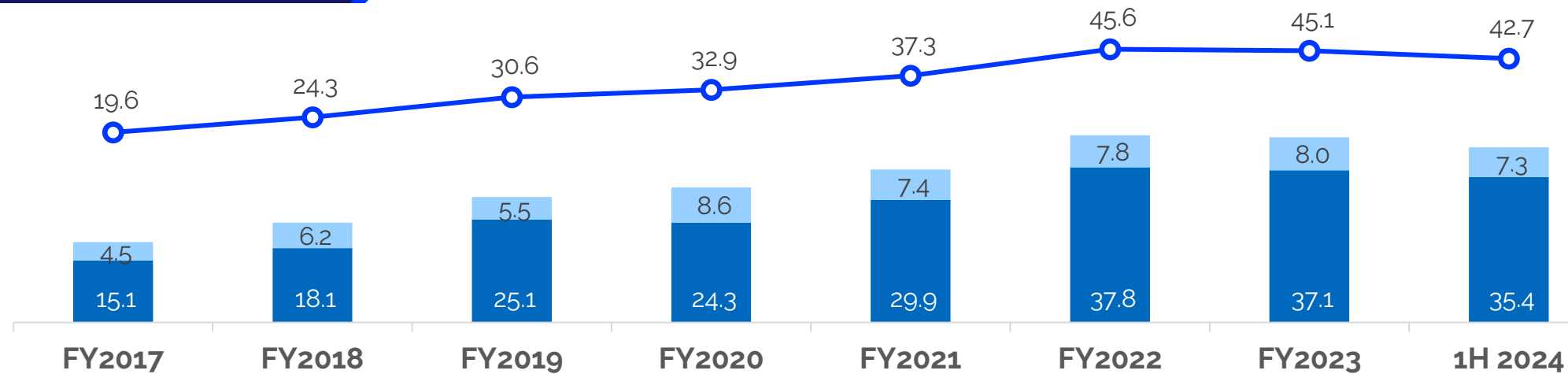


BSAS Market Activity

BSAS Quarterly Average Daily Value



BSAS Annual Average Daily Value



■ Foreign ADV (RM billion)
 ■ Local ADV (RM billion)
 ○ BSAS ADV (RM billion)

INVESTOR RELATIONS CONTACT INFORMATION

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