SECURITIES AND FUTURES ACT (CHAPTER 289)

SECURITIES AND FUTURES (FINANCIAL AND MARGIN REQUIREMENTS FOR HOLDERS OF CAPITAL MARKETS SERVICES LICENCES) REGULATIONS (Rg 13)

REGULATION 27(1)(b) AND 9(b)

STATEMENT OF FINANCIAL RESOURCES, TOTAL RISK REQUIREMENT AND AGGREGATE **INDEBTEDNESS**

(e) other reserves

(f) interim unappropriated profit (g) collective impairment allowance FORM

Name of the holder of a capital markets service	es licence:	
Statement as at: (dd-mmm-yyyy)		
	\$	\$
(I) BASE CAPITAL/NET HEAD OFFICE FUNDS		
(1) Paid-up capital		
(a) ordinary shares		
(b) irredeemable and non-cumulative preference shares(2) Reserve fund		
(3) Unappropriated profit or loss		
Less: (a) Dividend declared		
(b) Interim loss		
Base Capital		
•		
(4) Net head office funds		
Total Base Capital or Net Head Office Funds		
-		
(II) FINANCIAL RESOURCES/		
ADJUSTED NET HEAD OFFICE FUNDS		
(1) Base Capital or Net Head Office Funds		
Add:		
(a) paid-up irredeemable and cumulative preference share capital		
(b) paid-up redeemable preference share capital(c) qualifying subordinated loans used on a temporary basis		
(d) revaluation reserves		

Less:	
(2) Deductions from Financial Resources	
(a) intangible assets	
(b) future income tax benefits	
(c) pre-paid expenses	
(d) charged assets	
(e) unsecured amounts due from directors and connected persons	
(f) unsecured amounts due from related corporations	
(g) other unsecured loans and advances	
(h) capital investments in subsidiary or associate	
(i) other non-current assets	
(j) other assets not convertible to cash within 30 days	
Total Deductions from Financial Resources	
Financial Resources or Adjusted Net Head Office Funds ("FR")	
(III) TOTAL RISK REQUIREMENT	
(A) OPERATIONAL RISK REQUIREMENT	
(-)	
(a) Operational	
(b) Other operational risk requirement	
Total Operational Risk Requirement	
(B) COUNTERPARTY RISK REQUIREMENT	
(a) Delivery-versus-payment transactions	
(i) contracts unsettled at end of or after due date	
(ii) open contracts traded on an exchange other than an approved exchange or a recognised exchange	
(iii) contract which is offset by contract or forced-sale or	
buying-in transaction	
(b) Free deliveries	
(c) Product financing	
(d) Repurchase, reverse repurchase, specified products borrowing	
and lending agreements	
(e) Transactions in marginable products traded on an exchange or	
novated to a clearing facility (f) Over-the-counter derivatives transactions	
(g) Deposits with exchange, clearing house or clearing facility or	
member of an exchange, clearing house or clearing facility	
(h) Interest charged on amounts owed by counterparty	
(i) Amount owed by counterparty in relation to subscription to	
specified products	
(j) Off –balance sheet commitment	
(k) Other counterparty risk requirement	
Total Counterparty Risk Requirement	
(C) POSITION RISK REQUIREMENT	
(O) I ODITION MUDICIDATION	
(a) Equity	
(a) Equity(b) Equity derivative	
(b) Equity derivative	
(b) Equity derivative(c) Debt	

(f) Commodity derivative	
(g) Foreign exchange	
(h) Other position risk requirement	
Total Position Risk Requirement	
Total I ostion Rose Requirement	
(D) LARGE EXPOSURE RISK REQUIREMENT	
(e) =:===================================	
(a) Counterparty large exposure requirement	
(b) Issuer large exposure requirement	
(c) Other large exposure requirement	
Total Large Exposure Risk Requirement	
(E) UNDERWRITING RISK REQUIREMENT	
(a) Underwriting/ placement	
(b) Other underwriting risk requirement	
Total Underwriting Risk Requirement	
(E) FIDM SDECIFIC CADITAL DECLIDEMENT	
(F) FIRM-SPECIFIC CAPITAL REQUIREMENT Firm-specific capital requirement	
Firm-specific capital requirement	
Total Risk Requirement ("TRR")	
FR/TRR Ratio: FR/TRR x 100%	
TR/TRR Ratio, FR/TRR A 100 / 0	
(IV) A CODEC A THE INDEPENDINGS	
(IV) AGGREGATE INDEBTEDNESS	
(1) Total Liabilities	
Less:	
(a) amount payable on open contracts	
(b) deferred income taxes payable	
(c) trust creditors	
(d) amount payable to customers arising from dealing in capital markets products that are futures contracts	
(e) amount payable to customers in connection with assets or	
moneys received on account of the customers arising from	
dealing in capital markets products other than futures contracts	
and maintained in trust accounts	
 (f) any liabilities fully secured by assets excluded from financial resources and adjusted net head office funds 	
(g) qualifying subordinated loans	
(h) paid-up redeemable preference share capital	
Aggregate Indebtedness	
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(2) Financial Resources or Adjusted Net Head Office Funds	
Add:	
Qualifying letters of credit (restricted to 50% of total risk	
requirements)	
Less:	
Total risk requirements	
Aggregate Resources	
Parcentage of Aggregate Indebtedness to Aggregate Descriptor	
Percentage of Aggregate Indebtedness to Aggregate Resources	

(1) Adj	justed Assets	
(a)	On-balance sheet assets	
(b)	Off-balance sheet items	
Less:		
(c)	Deductions from Financial Resources	
(d)	Corporation's own balances	
	(i) Cash and cash equivalents	
	(ii) Deposit with bank licensed under the Banking Act or merchant bank, of credit quality grade 1	
(e)	Receivables owed by a related corporation which are due for settlement within 3 months and not past due	
(f)	Fee receivables owed by collective investment schemes, closed- end funds or customers' accounts which are managed by the CMSL and due for settlement within 3 months and not past due	
Adjuste	ed Assets	
Averag	e Adjusted Assets	
(2) Adj	justed Assets Threshold	

STATEMENT BY HOLDER OF CAPITAL MARKETS SERVICES LICENCE

This statement is submitted on behalf of (Name of the licensee) by (Name of Director), who certifies that:

- (a) the above statement has, to the best of his knowledge and belief, been drawn up to comply with the requirements of the Securities and Futures Act (Cap. 289) and the requirements as may be prescribed or specified by the Authority, in particular, regulation 27(4) of the Securities and Futures (Financial and Margin Requirements for Holders of Capital Markets Services Licences) Regulations (Rg 13); and
- (b) the information contained in the above statement is to the best of his knowledge and belief true and correct.

(V) ADJUSTED ASSETS