

**ANNOUNCEMENT ON GST IMPLEMENTATION**

Dear Valued Clients,

The Malaysian Government is implementing the Goods and Services Tax (“GST”) at the rate of 6% effective 1 April 2015. In preparing for this new tax regime, UOB Kay Hian Securities (M) Sdn Bhd (“UOBKH”) strives to be ready and in compliant with the GST legislation. Hence, our GST system will be designed in accordance with the new GST regime.

As our valued clients, we would like to highlight some basic charges/fees subjected to GST to bring you up-to-date and distinguish them towards preparation for the transition to the GST regime. GST will be charged on the following components (non-exhaustive):

- 1) Local Brokerage
- 2) Clearing Fees
- 3) All Bursa related fees/charges such as CDS A/C Opening, Transfer etc. except where specifically advised by Bursa as not GST chargeable
- 4) Handling fees for Dividend
- 5) Charges on All Corporate Action
- 6) Margin Facility Fees and Rollover Fees
- 7) Discretionary Financing Fees
- 8) Score Fee
- 9) Foreign Brokerage including Foreign charges  
Foreign Charges below included 6% GST:
  - Brokerage,
  - Clearing Fee,
  - Exchange Trading Fee, and
  - All other Fees/Charges related item that are non-penalty in nature

Kindly be advised that Malaysian Stamp Duty and SC Levy are not subject to GST. Additionally, all Penalty nature Charges (e.g.: late payment interest) are also not subject to GST.

Explanatory Note:

1. All local Fee and Charges (Bursa, Nominees, Corporate Action, Handling, Bank Charges etc.) and Foreign Fees and Charges (Brokerage, Clearing Fee, Exchange Trading Fee, Custody Fee, Corporate Action Handling Fee, Bank Charges, etc.) levied by Foreign service providers to UOBKH are GST chargeable and will be charged to client accordingly
2. Those Fees and Charges related with financing and interest element and those of penalty nature are not GST chargeable.
3. Local and Foreign Government/Statutory Tax/Duty/Fee (Stamp Duty, Foreign Value Added Tax/GST etc.) are not Malaysian GST payable.