

**GUIDELINES FOR CLIENTS' TRADING WITH ALLIANCE INVESTMENT BANK BERHAD (AIBB) / ALLIANCE BANK MALAYSIA BERHAD (ABMB) ("THE BANK")**

**A. Purchase**

1. **Payment by Client:**

- Purchase contracts must be settled (paid for) by 12.30 p.m. on T+2.
- Payment must be made by via cheque, direct bank credit, telegraphic transfer or online payment to AIBB/ ABMB account, particulars of which are available from your Dealer's Representative or the Bank's contact person(s).

2. **Force-Selling:** Any purchase contract not settled by T+2 as required shall be force-sold from T+3. Any losses resulting from force-selling must be paid by the client.

3. **Interest:** Interest shall be charged on purchase contracts not settled by T+2.

4. **Delivery to Client:** Under the Rules of Bursa Malaysia Depository Sdn. Bhd. (BMD), BMD shall credit shares to the client's CDS account by 9.00 a.m. on T+2.

**B. Sales**

1. **Delivery by Client:** Securities sold must be in the selling client's CDS account by T+1.

2. **Payment:** Sales proceeds shall be available for a selling client from T+2, subject to successful debiting of the shares from the client's CDS account.

3. **Buying-In:** In the event of failure by a selling client to deliver the securities sold, automatic buying-in shall be instituted against defaulting seller (client) on T+2. Any losses resulting from buying-in must be paid by the client.

4. **Interest:** Interest shall be charged on any unpaid losses.

**C. Contra Transaction**

1. **Contra trading:** Settlement of outstanding purchase contracts against outstanding sale positions of the same securities (counter) may be made until T+2. This means that contra trading (sale) shall be allowed during the T+2 period for settlement of the purchase contract [for 'ready basis' contracts (i.e. those requiring settlement within the 'usual' settlement period of T+2)]. Contra trading is not a right of the client but rather a privilege accorded, and therefore is allowed and may be withdrawn by AIBB as it deems fit.

2. **Automatic execution:** All sales contracts during the T+2 settlement period of a purchase contract for the same securities (counter) shall be executed automatically as a contra transaction on the day of the sale on a "first in first out" basis unless the client has provided prior written instructions to instruct otherwise.

3. **Service Charges:** Purchase contracts force-sold on T+3 (or later) shall be deemed to be a contra transaction. Contra service charges shall be levied on such a transaction from the calendar day following T+2 (of the purchase contract due date) to the sales contract date.

4. **Contra Losses:** Interest shall be charged on contra losses not settled by T+3 following the contra date.

5. **Contra Gains:** Payment of contra gains (after deduction of any outstanding contra losses) to a client shall be available after 12.30 p.m. on T+3 following the contra date.

**D. General**

1. The settlement and delivery procedures/requirements set out herein are in accordance with the Rules of the Exchange (Bursa Malaysia) and apply in respect of contracts on a ready basis only. For procedures/requirements in respect of immediate basis or other types of contracts, please refer to your Dealer's Representative or the Bank's contact person(s).

2. "T" refers to the day of the trade (sale or purchase) and all references to days shall mean days on which the Exchange (Bursa Malaysia) is open for trading (trading days).

3. All contract notes will be sent via ordinary post to the client's correspondence or registered address on T+1 or will be made available online for client to view.

4. All payments to clients shall be by way of directly credit to the bank account provided by clients via the Direct Credit Facility ("DCF") or credit to client's trust account or designated settlement account.

5. All interest or service charges shall be charged at the bank's prevailing rate and manner of calculation and based on calendar days.

6. The bank reserves the right to add, delete, amend, vary, etc. any guideline herein set out as it deems necessary or appropriate at its sole and absolute discretion and without notice to the client.

7. The Bank may vary the guidelines/conditions herein set out or impose conditions other than those herein set out on a case-to-case basis as it deems fit at its sole and absolute discretion.

8. Nothing herein shall affect the rights of the Bank and the obligations of the client as set out in the trading account agreement between the client and the Bank. The Bank may at any time take any such action as it deems fit or necessary without notice to the client and such action shall be at the Bank's sole and absolute discretion.