

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**

FORM  
**2**

Name of the holder of a capital markets services licence: \_\_\_\_\_

Statement as at: \_\_\_\_\_

(dd/mm/yy)

	\$	\$
<b>(I) BASE CAPITAL/NET HEAD OFFICE FUNDS</b>		
(1) Paid-up capital		
(a) ordinary shares	_____	
(b) irredeemable and non-cumulative preference shares	_____	_____
(2) Statutory reserves		_____
(3) Unappropriated profit or loss account		_____
Less: (a) Dividend declared		
(b) Interim loss		_____
Base Capital		=====
(4) Net head office current account		_____
<b>Total Base Capital or Net Head Office Funds</b>		=====
<b>(II) FINANCIAL RESOURCES/ ADJUSTED NET HEAD OFFICE FUNDS</b>		
(1) Base Capital or Net Head Office Funds		_____
Add:		
(a) irredeemable and cumulative preference share capital		_____
(b) redeemable preference shares		_____
(c) qualifying subordinated loans		_____
(d) revaluation reserves		_____
(e) other reserves		_____
(f) general provision		_____
(g) interim unappropriated profit		_____
Less:		
(2) Illiquidity Adjustment		
(a) non-current assets		_____
(b) pre-paid expenses		_____

(c) deposits other than qualifying deposits	_____
(d) current assets	
(i) unsecured amounts due from each director of the firm and his connected person	_____
(ii) unsecured amounts due from a related corporation	_____
(iii) other unsecured amounts	_____
(iv) other assets not convertible to cash within 30 days	_____
(e) intangible assets	_____
(f) charged assets	_____
(g) future income tax benefits included as current assets	_____
(h) 8% of the value of a contingent liability	_____

Total Illiquidity Adjustment \_\_\_\_\_

**Financial Resources or Adjusted Net Head Office Funds** \_\_\_\_\_

Add: \_\_\_\_\_

Qualifying letters of credit (restricted to 50% of  
Total Risk Requirement) \_\_\_\_\_

**Financial Resources or Adjusted Net Head Office Funds plus  
Qualifying Letters of Credit (Item 1)** \_\_\_\_\_

**(III) TOTAL RISK REQUIREMENT**

**(A) OPERATIONAL RISK REQUIREMENT**

(a) Base requirement	_____
(b) Variable requirement	_____
(c) Secondary requirement	_____
<b>Total Operational Risk Requirement</b>	_____

**(B) COUNTERPARTY RISK REQUIREMENT**

(a) Delivery-versus-payment transactions	
(i) securities traded on SGX-ST	_____
(ii) securities traded on recognised group A exchanges	_____
(iii) securities traded on other exchanges	
(b) Free deliveries	
(c) Securities financing	_____
(d) Repurchase, reverse repurchase, securities borrowing and lending agreements	_____
(e) Exchange-traded derivatives and leveraged foreign exchange transactions	_____
(f) Over-the-counter derivatives transactions	_____
(g) Qualifying deposit	
(h) Debit balances arising from contra transactions, forced-sale or buying-in transactions or margined derivatives transactions	_____
(i) Other counterparty exposure	_____
<b>Total Counterparty Risk Requirement</b>	_____

**(C) POSITION RISK REQUIREMENT**

(a) Equity	_____
(b) Equity derivative	_____
(c) Debt	_____
(d) Debt derivative	_____
(e) Commodity	_____
(f) Commodity derivative	_____
(g) Foreign exchange	_____
(h) Others	_____
<b>Total Position Risk Requirement</b>	_____

**(D) LARGE EXPOSURE REQUIREMENT**

(a) Counterparty large exposure requirement	_____
(b) Issuer large exposure requirement	_____
<b>Total Large Exposure Requirement</b>	=====

**(E) UNDERWRITING RISK REQUIREMENT**

<b>Underwriting Risk Requirement</b>	_____
<b>Total Risk Requirement (Item 2)</b>	=====
Ratio: Item 1/Item 2 x 100%	_____

**(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 futures trading	_____
(e) amount payable to customers in connection with moneys or assets received on account of the customer arising from securities dealing 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) redeemable preference shares	_____
<b>Aggregate Indebtedness</b>	=====

(2) Financial Resources or Adjusted Net Head Office Funds	_____
Add:	
(a) Qualifying letters of credit (restricted to 50% of Total Risk Requirements)	
Less:	
(a) Total risk requirements	_____
<b>Aggregate Resources</b>	=====

**Percentage of Aggregate Indebtedness to Aggregate Resources**  
 \_\_\_\_\_

**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.

Dated this (dd/mm/yy): \_\_\_\_\_