

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-mmm-yyyy)

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(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		_____
(e) other reserves		_____
(f) interim unappropriated profit		_____
(g) collective impairment allowance		_____

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 contra 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

(a) Equity		
(b) Equity derivative		
(c) Debt		
(d) Debt derivative		
(e) Commodity		

(V) ADJUSTED ASSETS

(1) Adjusted 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	_____
Adjusted Assets	_____
Average Adjusted Assets	_____
(2) Adjusted 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.

Dated this (dd/mm/yyyy): _____