

"Dear valued clients,

Bank Negara Malaysia (BNM) via its press statement on 2 December 2016 announced several measures intended to enhance the liquidity of the foreign exchange (FX) market with effect from 5 December 2016.

The press statement can be found here:

[http://www.bnm.gov.my/index.php?ch=en\\_press&pg=en\\_press&ac=4316&lang=en](http://www.bnm.gov.my/index.php?ch=en_press&pg=en_press&ac=4316&lang=en)

Accordingly, BNM has also issued a supplementary notice on 2 December 2016 in respect of foreign exchange administration (FEA) rules to -

- (a) Further facilitate foreign exchange risk management;
- (b) Promote settlement of trade and investment in Ringgit; and
- (c) Enhance depth and liquidity of onshore financial market.

A copy of the Notice can be found here:

[http://www.bnm.gov.my/documents/2016/Supplementary\\_Note\\_on\\_Foreign\\_Exchange\\_Administration\\_Rules.pdf](http://www.bnm.gov.my/documents/2016/Supplementary_Note_on_Foreign_Exchange_Administration_Rules.pdf)

A copy of the Frequently Asked Questions (FAQ) in respect of the above can be found here:

[http://www.bnm.gov.my/documents/2016/faq\\_initiative\\_onshore\\_financial\\_market.pdf](http://www.bnm.gov.my/documents/2016/faq_initiative_onshore_financial_market.pdf)

**EFFECTIVE IMMEDIATELY**, transactions handled by the Bank that are regulated under the FEA rules pursuant to the above will be reviewed and revised accordingly. All clients are encouraged to contact their respective relationship manager in order to ensure administrative efficiency and minimal disruption in attending to such transactions."