



Government bond
Liquidity: Fair
Avg. ticket size: MYR 20mn
Bid/ask spread: 3-7 bp
Avg. daily volume: MYR 2.0bn

Clearing and settlement regulation

Foreign investors can settle Malaysia government securities either through Euroclear or Clearstream. Given these securities have to be settled onshore, foreign investors must open a securities account with an appointed Primary Dealer. In terms of clearing and settlement, all contracts executed under Malaysia's two exchanges (securities and derivatives) have to be done via the Fixed Delivery and Settlement System.

Taxation

There is no withholding tax on interest income derived from investments by non-residents in all ringgit-denominated bonds and Islamic securities (http://rmbond.bnm.gov.my/portal/server_pt?open=514&objID=27281&parentname=MyPage&parentid=1&mode=2&in_hi_userid=22874&cached=true). In addition, there is also no capital gains tax or any stamp duty related to issuance or transfer of Malaysian government or private debt securities (https://asianbondsonline.adb.org/malaysia/buying/government/how_to.php). *Deutsche Bank is not a qualified tax advisor. Tax information may vary. Kindly seek formal tax guidance for details.*