



# Pasaran Kewangan Malaysia Certificate

Dealing with distinction in the financial world

## INTRODUCTION

The Pasaran Kewangan Malaysia Certificate (PKMC) is a professional requirement established by ACI-Financial Markets Association of Malaysia (ACI-FMAM) for dealers and brokers employed in licensed financial institutions and money broking firms. The certification aims to ensure that the Malaysian financial markets possess competent and proficient practitioners who subscribe to the highest standards of professionalism and integrity to ensure that the industry grows in an orderly manner. Designed for Provisional members, Provisional Broker members and Affiliate members of ACI-FMAM, the certification is jointly awarded by ACI-FMAM and the Asian Institute of Chartered Bankers (AICB).





## MODULE CONTENT

### MODULE I: THE REGULATORY FRAMEWORK AND STRUCTURE OF THE MALAYSIAN FINANCIAL MARKETS

#### Part A-I: The Code of Conduct

- Code of Conduct for Malaysia Wholesale Financial Markets

#### Part A-II: The Model Code (The International Code of Conduct and Practice for the Financial Markets)

- Business Hours and Personal Conduct
- The Front Office — Dealers and Dealing Practices
- The Middle Office Practice
- The Back Office — Trade Standards and Practices
- Use of Technology and General Security

#### Part B: Acts and Guidelines

- The Acts
- Guidelines on Investor Protection
- Anti-Money Laundering and Anti-Terrorism Financing
- Malaysia Deposit Insurance System
- Introduction of New Products
- Foreign Currency Denominated Debentures and Islamic Securities
- Sales Practices of Unlisted Capital Market Products
- Lodge and Launch Framework
- Corporate Bonds and Sukuk for Retail Investors

#### Part C: Financial Market Structure and Bank Negara Malaysia Policy Framework

- Malaysian Financial System
- Structure of the Wholesale Market
- Bank Negara Malaysia Monetary Policy Framework and Foreign Exchange Administration



## MODULE II: THE MONEY MARKET

- Overview of Financial Markets
- Functions of Money Markets
- Interbank Money Market
- Overview of Time Value of Money
- Reserve and Liquidity Requirements
- Pricing of Loans and Deposits
- Money Market Instruments
- Fixed Income Instruments
- Money Market Management and Strategies
- Introduction to Islamic Money Market

## MODULE III: THE FOREIGN EXCHANGE MARKET

- Introduction to the Foreign Exchange Market
- Role of Central Banks in Currency Markets
- Risks in Foreign Exchange
- Foreign Exchange Mechanics and Applications
- Foreign Exchange Mathematics and Applications
- The Forward and Swap Market
- Technical and Fundamental Analysis

## MODULE IV: RISK MANAGEMENT AND BASIC DERIVATIVES

- Introduction to Financial Risk Management
- Major Types of Risk: Definition, Causes, Risk Measurement and Control
- Introduction to Derivatives
- Products: Basic Derivatives
- Structures Products: Definition, Main Features, Uses, Mechanics and Application

## ASSESSMENT

Module I: 100 independent multiple-choice questions (MCQs)

Modules II—IV: 80 MCQs comprising 60 independent MCQs and 20 case-based MCQs

To assist learning, candidates are provided with relevant study texts and online learning support, including mock exams.

## ENTRY REQUIREMENTS

Applicants **must** currently be Provisional members, Provisional Broker members or Affiliate members of ACI-FMAM, and comply with any other requirements stipulated by ACI-FMAM.



## MEMBERSHIP

Upon successful completion of this certification, a Provisional member will be upgraded to an Ordinary member or an International member of ACI-FMAM and admitted as an Associate member of AICB. Both ACI-FMAM and AICB memberships are mandatory for dealers employed in licensed financial institutions or money broking firms. With this dual membership, a member is entitled to carry the following professional designations, as applicable:

### **Certified Financial Markets Practitioner (CMP)**

To carry this designation, candidates must complete the PKMC certification, and be an Ordinary member of ACI-FMAM and an Associate member of AICB. Candidates must also be employed in a dealing room and be authorised dealers.

### **Certified Senior Financial Markets Practitioner (CSMP)**

To carry this designation, candidates must complete the PKMC certification; be an Ordinary member of ACI-FMAM and an Associate member of AICB; be employed in a dealing room; be an authorised dealer; possess a minimum of 10 years of dealing experience, and must not have left the industry for more than 2 years.

## CONTINUING PROFESSIONAL DEVELOPMENT

Dual membership holders who have attained professional designations must retain memberships with both ACI-FMAM and AICB and adhere to the AICB's Continuing Professional Development (CPD) requirements and the Code of Professional Conduct.

Members are required to undertake a minimum of 38 hours of relevant CPD activity in each calendar year, of which 20 hours must be structured CPD and 18 hours, unstructured CPD. Within the 20 hours of structured CPD, a minimum of 10 hours must be in areas directly related to treasury, 5 hours directly related to ethics, and 5 hours in areas of your choice.

## ENROLMENT

To enrol for membership and certification, please visit [www.aicb.org.my](http://www.aicb.org.my)



## **PERSATUAN PASARAN KEWANGAN MALAYSIA (ACI-FINANCIAL MARKETS ASSOCIATION OF MALAYSIA) (ACI-FMAM)**

ACI-FMAM was established in 1974 with the objective of providing an association for those who are actively engaged in the wholesale foreign exchange and money market in Malaysia. ACI-FMAM is also actively involved in education to develop and enhance the knowledge and skills of its members. In its efforts to upgrade members' knowledge and skills, ACI-FMAM has imposed qualifying examinations for its new members since 1995. Members must pass the four modules of the PKMC qualification before they are licensed to participate in the interbank foreign exchange and money market. The other main objective of ACI-FMAM is to constantly review the techniques and practices in the financial markets in order to develop, improve and maintain high standards comparable to international practices and techniques.



## **ASIAN INSTITUTE OF CHARTERED BANKERS**

The Asian Institute of Chartered Bankers (AICB) is the professional body for the banking industry in Malaysia. The Institute aims to elevate the professional and ethical standards of banking practitioners and create a banking workforce which subscribes to high standards of professional conduct, knowledge and competence. AICB is governed by a Council comprising representatives from Bank Negara Malaysia, The Association of Banks in Malaysia and the Malaysian Investment Banking Association. With a mission to develop talent in the banking industry, AICB continues to ensure that its professional qualifications are aligned to industry needs in order to equip banking talent with the requisite skills and values to meet the evolving banking landscape. AICB also supports members' growth through various learning and thought leadership initiatives.

### **Asian Institute of Chartered Bankers** 197701004872 (35880-P)

Levels 11 & 12, Bangunan AICB, 10 Jalan Dato' Onn, 50480 Kuala Lumpur, Malaysia.

 (603) 2602 6833  [enquiries@aicb.org.my](mailto:enquiries@aicb.org.my)  [www.aicb.org.my](http://www.aicb.org.my)

 TheAICB  Asian Institute of Chartered Bankers  [aicbmalsaysia](https://www.instagram.com/aicbmalsaysia)  [AICBMalsaysia1](https://www.youtube.com/AICBMalsaysia1)