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**CERTIFIED CAPITAL MARKET PROFESSIONAL:  
DEALING IN DERIVATIVES FOR DEALER'S REPRESENTATIVE**  
*Formerly known as Dual Licensing Fast Track Programme (DLFT)*

**ASSESSMENT OUTLINE**  
For January to June 2023 Assessments  
(Issued in November 2022)

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(This document consists of 4 pages including the cover page)

**CERTIFIED CAPITAL MARKET PROFESSIONAL:  
DEALING IN DERIVATIVES FOR DEALER’S REPRESENTATIVE  
ASSESSMENT OUTLINE**

The Certified Capital Market Professional: Dealing in Derivatives for Dealer’s Representative (CCMP- Dealing in Derivatives) assessment is designed to test candidates’ knowledge and skills on derivatives in Malaysia. It is the assessment component to be passed by qualified Capital Markets Services Representative’s Licence (CMSRL) holders for dealing in securities seeking to be additionally licensed for dealing in derivatives. Candidates are advised to refer to the Licensing Handbook for the detailed requirements.

Candidates are expected to possess good knowledge and understanding of the subject matter provided in this outline and the specified references. Candidates are required to complete the CCMP- Dealing in Derivatives eLearning Programme and Trading Simulation prior to sitting for the assessment. It is estimated that the CCMP- Dealing in Derivatives will require a minimum of 80 hours of self-study time (including 8 hours recommended learning hours to complete the CCMP- Dealing in Derivatives eLearning Programme and the 0.5 hours CCMP- Dealing in Derivatives Trading Simulation). Candidates may need less or more depending on their education background and work experience and will be given at least two (2) months access to the eLearning Programme and Trading Simulation prior to sitting for the assessment.

Candidates are expected to update themselves with the latest developments in this assessment as all questions will be continuously updated to reflect these changes. Candidates are permitted to refer to their own prescribed reference materials during the assessment. Note that no prescribed reference materials will be provided by the Securities Industry Development Corporation (SIDC). The prescribed reference materials brought into the assessment by candidates are subject to the registration terms and conditions of SIDC.

Candidates are required to comply with the registration terms and conditions of the SIDC on the conduct of the assessment. Severe penalties will be taken against candidates for any misconduct during the assessment.

**ASSESSMENT STRUCTURE**

Details of this assessment are as follows:

<b>Types of Questions</b>	Multiple Choice Questions, Fill in the Blank, Matching
<b>Number of Questions</b>	30
<b>Passing Mark</b>	70%
<b>Time Allocated</b>	60 minutes
<b>References /Text</b>	<p>CCMP - Dealing in Derivatives e-learning programme</p> <p><b><u>Prescribed Reference Material</u></b></p> <ol style="list-style-type: none"> <li>1. Capital Markets and Services Act 2007</li> <li>2. Securities Commission Malaysia Act 1993</li> <li>3. Rules of Bursa Malaysia Derivatives Berhad</li> <li>4. Bursa Malaysia Derivatives Berhad Trading Manual</li> <li>5. Licensing Handbook</li> <li>6. Guidance Note on Provision of Investment Advice</li> <li>7. Guidelines on Prevention of Money Laundering and Terrorism Financing for Reporting Institutions in the Capital Market</li> <li>8. Guidelines on Implementation of Targeted Financial Sanctions Relating to Proliferation Financing for Capital Market Intermediaries</li> <li>9. Guidelines on Conduct for Capital Market Intermediaries</li> <li>10. Guidelines on Contracts for Difference</li> </ol>

## REFERENCES

The relevant references (acts, guidelines and etc,) for this assessment can be obtained from the Securities Commission Malaysia website at [www.sc.com.my](http://www.sc.com.my). The Rules of Bursa Malaysia Derivatives Berhad and Bursa Malaysia Derivatives Berhad Trading Manual are accessible via the Bursa Malaysia website at [www.bursamalaysia.com](http://www.bursamalaysia.com).

## ASSESSMENT OBJECTIVES

For the Certified Capital Market Professional: Dealing in Derivatives for Dealer's Representative assessment, candidates are expected to be able to:

- describe basic concept and mechanism of derivatives market
- identify key features, users and risks associated with investing in derivatives market
- explain the dealing in derivatives offences in relation to the Capital Markets and Services Act 2007 (CMSA) and Guideline on Prevention of Money Laundering and Terrorism Financing for Reporting Institutions in the Capital Market
- describe the key components, features and the risks and benefits involved in trading with futures, options, CFD, forward and options contracts
- apply appropriate strategies in trading futures, options, forward, swaps and CFD
- determine appropriate charts, fundamental and technical indicators to interpret price movement and volume as well as the impact of economic, monetary and fiscal policies in derivative trading
- explain the trading and settlement process in derivatives
- implement Know Your Client (KYC) procedures in derivatives trading
- explain the ways to manage derivatives deals in line with the rules and regulations of derivatives trading

## ASSESSMENT SYLLABUS

The syllabus for this assessment is divided into 6 modules as below:

<b>Module 1</b>	<b>Overview to Derivatives</b> <ul style="list-style-type: none"><li>• Overview of Derivatives Market</li><li>• Exchange Traded Derivatives</li><li>• Over-The-Counter Derivatives</li></ul>
<b>Module 2</b>	<b>Futures</b> <ul style="list-style-type: none"><li>• Introduction to Futures</li><li>• Trading Futures Contract</li><li>• Futures Trading Strategy</li></ul>
<b>Module 3</b>	<b>Options</b> <ul style="list-style-type: none"><li>• Introduction to Options</li><li>• Options Valuations</li><li>• Options Trading Strategies</li><li>• Trading Options Contracts</li></ul>
<b>Module 4</b>	<b>Over-the-Counter (OTC) Derivatives</b> <ul style="list-style-type: none"><li>• Contracts for Difference (CFD)</li><li>• Trading CFD</li><li>• Forwards and Swaps</li></ul>
<b>Module 5</b>	<b>Technical and Fundamental Analysis</b> <ul style="list-style-type: none"><li>• Technical Analysis</li><li>• Fundamental Analysis</li></ul>

<b>Module 6</b>	<b>Derivatives Regulatory Environment, Trading and Settlement</b> <ul style="list-style-type: none"><li>• The Regulatory Requirements and Guidelines for CFD</li><li>• Trading in Derivatives</li><li>• Settlement in Derivatives</li></ul>
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