

12 December 2012

FIMM reprimands Chong Chwee Chwee for breach of the Code of Ethics and Standards of Professional Conduct for the Unit Trust Industry

Federation of Investment Managers Malaysia (FIMM) has publicly reprimanded Chong Chwee Chwee [NRIC No. 760324-04-5152], for submitting the application form of an investor to purchase units in a Fund under her name as the servicing unit trust consultant of the investor despite the fact that she did not know the investor and did not promote and distribute the Fund to the investor. The Fund was instead promoted and marketed by an unauthorised unit trust consultant to the investor.

Chong Chwee Chwee failed to inform the investor that she was the investor's servicing unit trust consultant and also failed to give the investor full disclosure of all information pertinent to the investor's investment.

The conduct of Chong Chwee Chwee, as set out above was in breach of clause 7 (a) of Part C of the Code of Ethics and Standards of Professional Conduct for the Unit Trust Industry that requires unit trust consultants to *"....maintain knowledge of, and comply with, the Act, all laws and rules governing the unit trust industry....."*.

The public reprimand was imposed pursuant to clause 5.8(b) of the By-laws Relating to the Procedure for Disciplinary Proceedings after taking into consideration all the facts and circumstances of the complaint and upon completion of due process.

FIMM views the contravention seriously and reminds Chong Chwee Chwee to observe and adhere by the guidelines, codes, rules and by-laws issued by the FIMM and applicable guidelines and rules issued by the Securities Commission Malaysia.