

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED**KSE/N-4237****NOTICE****August 18, 2011**

Reproduced hereunder letter received from CENTRAL DEPOSITORY COMPANY OF PAKISTAN LIMITED, for information of members of the Exchange.

(Copy of the same is also available on our Website www.kse.com.pk).

KASB FUNDS LIMITED

**CENTRAL DEPOSITORY COMPANY
OF PAKISTAN LIMITED**

Head Office

CDC House, 99-B, Block 'B'
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CDC/CS/SK/144/2011

August 17, 2011

Mr. Mansoor Ali
Company Secretary
KASB Funds Limited
5th Floor, Trade Centre,
I. I. Chundrigar Road,
Karachi - 74200

Dear Sir,

NOTICE OF DECLARATION OF CDS ELIGIBLE SECURITY

We refer to your application under Regulation 5.1.8 of the Central Depository Company of Pakistan Limited Regulations ("the Regulations") for declaration of Units of KASB Cash Fund (Open-end Scheme) managed by KASB Funds Limited as CDS Eligible Securities and are pleased to inform you that CDC has, under Regulation 5.1.11 of the Regulations, accepted the application and a formal notice under Regulation 5.1.1 of the Regulations is enclosed.

In this regard, please note that while the aforesaid Securities have been declared as CDS Eligible, however, we have observed that CDS and CDC related clauses are not covered in the constitutive documents which may please be incorporated in the next immediate revision in the Offering Documents of the said fund. Please note further that the Securities as declared as CDS Eligible Securities shall be governed by CDC's legal framework particularly with reference to transfer, pledge and redemption of units.

Further, as a requirement of the Regulations, we need to enter into an agreement with your company pertaining to aforesaid declaration, which along with other relevant documents are being sent to you under a separate cover.

In the meantime, you are requested to advise the relevant officials of your company to make necessary arrangements for the smooth induction of aforesaid units into the CDS.

Yours sincerely,



Fazal Hussain Gaffoor
CFO & Company Secretary

Encl. As above