



National Clearing Company of Pakistan Limited

8th Floor, Karachi Stock Exchange Building, Stock Exchange Road, Karachi

NCCPL/MTS/MAR-11/16

March 4, 2011

IMPLEMENTATION OF MARGIN TRADING SYSTEM THROUGH THE NATIONAL CLEARING COMPANY OF PAKISTAN LIMITED

Dear Clearing Members,

- 1) We would like to inform all market participants that, the National Clearing Company of Pakistan Limited ("NCCPL") has been registered as an **Authorised Intermediary**, to implement leveraged market products (**Margin Trading System, Margin Financing System and Securities Lending and Borrowing**) by the Securities and Exchange Commission of Pakistan ("Commission"), in accordance with the Rule 3 of the Securities (Leveraged Markets and Pledging) Rules, 2011.
- 2) In this respect we are pleased to inform you that, the **Margin Trading System ("MTS") will be implemented by NCCPL, in the capacity of an Authorized Intermediary, in coordination with the Karachi Stock Exchange, effective from Monday, March 14, 2011.**
- 3) For the successful implementation of the MTS, all Clearing Members are hereby requested to complete the admission formalities as soon as possible well before the aforementioned implementation date, so as to participate in MTS in the capacity of Trading Financier and Finantee, as the case may be. Moreover, Clearing Members desirous to participate as Trading Financier are also requested to contact with the Central Depository Company ("CDC") for the opening of a separate CDC Account.
- 4) Necessary admission documents, in accordance with the NCCPL Regulations and the Securities (Leveraged Markets and Pledging) Rules, 2011, have already been circulated to all Clearing Members and made available on the websites of NCCPL and Stock Exchanges. However, you may also obtain such admission documents directly from the NCCPL's offices located in the premises of the Karachi, Lahore and Islamabad Stock Exchanges. For your ready reference, list of admission documents for Trading Financier and Finantee, are attached herewith as **Annexure-A**.
- 5) NCCPL Regulations governing MTS have already been placed on NCCPL's website www.nccpl.com.pk for your ready reference.
- 6) The list of **MT Eligible Securities**, as per the approved eligibility criteria laid down in the NCCPL Regulations, is attached herewith as an **Annexure-B**. (The same list has also been placed on the websites of NCCPL and Stock Exchanges)