



National Clearing Company of Pakistan Limited
8th Floor, Pakistan Stock Exchange Building, Stock Exchange Road, Karachi

NCCPL/CM/FEBRUARY-19/16
February 27, 2019

Placement of M/s. Pervez Ahmed Securities Limited in the Defaulter Segment

Dear Clearing Members,

This is with reference to Pakistan Stock Exchange Notice No. PSX/N-223 dated February 26, 2019, regarding placement of M/s. Pervez Ahmed Securities Limited in the Defaulter's segment effective from Wednesday, February 27, 2019.

This event leads to action under Clauses 7A.3.5 and 7B.3.1.4 of NCCPL Regulations, 2015 that has been reproduced below for ready reference;

"Where a Security that has been quoted on the defaulter's segment of the Exchange and notified to the Company, such Security shall not be eligible for trading in the SLB Market from the date it has been placed on the defaulter segment. However, all open SLB Contracts shall be released on Accelerated Maturity Date and/or Maturity Date as the case may be."

"In case where such Security is reinstated during the review period, trading in SLB Market shall not be allowed during that review period." **(Regulations 7A.3.5)**

"Where a Security that have been quoted on the Defaulter segment of the Exchange and notified to the Company, such Security shall not be made available on MF Market from the date it has been placed on the defaulter segment. However, all MF (R) Transactions shall be released as per the terms and conditions defined in the Margin Financing Agreement between MF Participants."

"In case where such Security is reinstated during the review period, trading in MF Market shall not be allowed during that review period." **(Regulations 7B.3.1.4)**

Accordingly, in pursuance of provisions stipulated in the above referred clauses of NCCPL Regulations, 2015, M/s. Pervez Ahmed Securities Limited shall be excluded from the list of SLB Eligible Securities and MF Eligible Securities with effect from February 27, 2019.

All concerned are requested to note the above.

For any further queries or concerns, please feel free to contact the Customer Support Department at UAN No. 021-111-111-622

Regards,

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Rehan Saif
Head of PD & CSS

1. Director/HOD - Policy, Regulation and Development Department - SMD
Securities & Exchange Commission of Pakistan - Islamabad
2. Chief Executive Officer - Pakistan Stock Exchange Limited
3. Chief Executive Officer - Central Depository Company of Pakistan Limited
4. Chief Executive Officer - Mutual Fund Association of Pakistan
5. Chairman - Pakistan Banking Association



PAKISTAN STOCK EXCHANGE LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi
Phones: 111-001-122

PSX/N-223

NOTICE

February 26, 2019

PLACEMENT OF M/S. PERVEZ AHMED SECURITIES LIMITED IN THE DEFAULTERS' SEGMENT UNDER PSX REGULATIONS NO.5.11.1.(b) & (i)

It is hereby notified to all concerned that as a consequence of default of clauses 5.11.1.(b)&(i) of PSX Regulations i.e. suspended commercial production / business operations in principle line of business for a continuous period of one year and qualified opinion of the statutory auditor on the going concern assumption in the audit report for the year ended June 30, 2018, M/s. Pervez Ahmed Securities Limited ("PASL") will be placed in the Defaulters' Segment w.e.f **Wednesday, February 27, 2019.**

The said clauses are reproduced hereunder for reference:

5.11.1. A listed company may be placed in the Defaulters' Segment if:

(b) It has suspended commercial production/ business operations in its principle line of business for a continuous period of one year;

(i) Its statutory auditor has issued a qualified opinion on the going concern assumption or has issued a disclaimer or an adverse opinion in the audit report;

Upon placement of such company on the Defaulters' Segment, the Exchange shall only initiate actions under Regulation 5.11.2(a) and 5.11.2(b). However, if the audit report for the following year also contains any of the above concern(s)/opinion(s), trading in shares of the company shall be suspended immediately by the Exchange and the company shall be given 90 days to rectify the non-compliance, failing which, the Exchange shall initiate further actions against the company commencing from Regulation 5.11.2(e).

As specified under Clause 5.11.7 i.e. in case of a company having more than one ground for placement on Defaulters' Segment, the Exchange shall follow the steps prescribed for the ground that leads to earlier suspension or delisting of the company, as the case may be, the Company is hereby instructed under Clause 5.11.2.(c) of PSX Regulations to rectify the non-compliance particularly w.r.t. resumption of commercial production / business operations in principal line of business within 90 days i.e. up to **Tuesday, May 28, 2019.**

In case the company fails to rectify the default of Clause 5.11.1.(b) within the stipulated time, trading in shares of the Company shall be suspended, followed by further action(s) under subsequent provisions of Clause 5.11.2. of PSX Regulations.

All concerned are requested to note the above.

HAFIZ MAQOOD MUNSHI | Manager - RAD

Copy to:

The Director / HOD (PRDD) – SECP
The Director (CSD) - SECP
The Additional Director (CMD-SMD) – SECP
The Chief Executive Officer – PSX
The Acting Chief Regulatory Officer - PSX
All Departmental Heads – PSX
Company Concerned Registration Office
Registrar of Company

Company Concerned
The Central Depository Company of Pakistan Limited
The National Clearing Company of Pakistan Limited
PSX Notice Board and Website
State Bank of Pakistan
Pakistan Banks' Association
Institute of Chartered Accountants of Pakistan (ICAP)
Auditor of the Company Concerned