



ISO 27001 Certified

## National Clearing Company of Pakistan Limited

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

NCCPL/CM/MAY-17/17

May 24, 2017

### Common Reporting Standards (CRS) - Non-Reporting Financial Institutions

Dear Clearing Members,

We are enclosing herewith the Securities and Exchange Commission of Pakistan (SECP) letter No. SMD/SE/2(20)/2017 dated May 19, 2017 on the above captioned subject which is self explanatory.

In this respect, Clearing Members (CMs) are advised to conduct their internal assessment to ascertain the position of your entity in consultation with legal counsel/consultants and convey their status to SECP latest by May 31, 2017.

For any further queries or concerns, please feel free to contact the Customer Support Services of your respective locations.

City	Telephone Number	UAN Number	Fax Number
Karachi	021-32460811-19 Ext. 209, 214, 217, 218 & 224 Dir. 021-32438531-32-33	021-111-111-622	021-32462825
Lahore	042-36280815-7		042-36280818
Islamabad	051-2895460-62		051-2895463

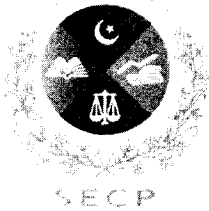
Regards,

\_\_\_\_\_sd\_\_\_\_\_

**Rehan Saif**  
**Head of PD & CSS**

CC:

1. Executive Director - Policy, Regulation and Development Department - SMD  
Securities & Exchange Commission of Pakistan - Islamabad
2. Managing Director - Pakistan Stock Exchange Limited



# Securities and Exchange Commission of Pakistan

Securities Market Division

Policy, Regulation and Development Department

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No. SMD/SE/2(20)/2017

May 19, 2017

**Mr. Nadeem Naqvi**  
Chief Executive,  
Pakistan Stock Exchange Limited,  
Karachi.

**Mr. Aftab Ahmed Diwan,**  
Chief Executive Officer,  
Central Depository Company of Pakistan Limited,  
Karachi.

**Mr. Muhammad Lukman,**  
Chief Executive Officer,  
National Clearing Company of Pakistan Limited,  
Karachi.

## Common Reporting Standards (CRS) Rules – Non-Reporting Financial Institutions

Dear Sir(s),

This refers to the Common Reporting Rules notified by the Federal Board of Revenue (FBR) vide S.R.O. 166 (I)/2017 dated March 15, 2017 shared by the Securities and Exchange Commission of Pakistan (SECP) and subsequent interactions of officials from FBR, Organization for Economic Cooperation and Development (OECD), HM Revenue and Customs UK (HMRC) and the SECP with representatives of financial sector entities on 9<sup>th</sup> May 2017 in Karachi.

As per the CRS Rules issued by FBR, the Financial Institutions of Pakistan are required to start due diligence procedures from July 1, 2017 for identifying the reportable accounts under CRS. The CRS Rules prescribe the criteria for certain Non-Reporting Financial Institutions. Reference may please be made to clause (i) through (v) of Sub-Rule (i) of Rule 78B that sets out various categories of Non-Reporting Financial Institutions that are excluded from reporting. Guidance may also be sought from Paragraph B of Section VIII of the Commentaries on Common Reporting Standard developed by OECD and available on its website.

To this end, the Pakistan Stock Exchange Limited, Central Depository Company of Pakistan Limited and National Clearing Company of Pakistan Limited are advised to **conduct their own internal assessment and also advise their securities brokers/participants to conduct their internal assessment** to ascertain the position of the respective entity in consultation with legal counsel/consultants and convey their status latest by **May 31, 2017** to:

Mr. Abdul Mannan Mirza      [mannan.mirza@secp.gov.pk](mailto:mannan.mirza@secp.gov.pk)

Mr. Oneeb Ahmed              [oneeb.ahmed@secp.gov.pk](mailto:oneeb.ahmed@secp.gov.pk)

If your institution falls in the category of Non-Reporting Financial Institution, the basis for the same may be provided. The final position will be notified by FBR as per CRS Rules.

Yours truly,

(Sajjad Ali)  
Joint Director