



*Ghufan*

No.DDCS/116/SECP/2008.

June 13, 2008

CIRCULAR NO. 11 OF 2008

**Subject: Revision of Fourth and Fifth Schedules to the Companies Ordinance, 1984**

The undersigned is directed to refer to the Commission's circular No.1 of 2005, whereby the listed companies and their subsidiaries were by way of a special dispensation allowed to follow the requirements of the 4<sup>th</sup> schedule applicable to such companies before revision of the said 4<sup>th</sup> Schedule and in the meantime 5<sup>th</sup> Schedule was also amended.

2. The special dispensation expired on 30<sup>th</sup> Sept, 2007. It has been represented by IPPs both listed companies and their subsidiaries and non-listed IPPs including those which are private companies that they are not in a position to treat foreign exchange losses after 30.09.07 as period costs. The matter has been considered in consultation with ICAP.

3. In view of the difficulties explained by listed, unlisted and/or private IPP companies that have executed Implementation Agreements with Government of Pakistan, it has been decided that the concession to capitalize exchange loss on foreign currency loans contracted by IPPs and outstanding on the date of revision of the said 4<sup>th</sup> and 5<sup>th</sup> Schedules is allowed till the termination date of Implementation Agreements in question.

4. This shall not, however, be available to other IPPs and companies.



*Sy. Mahmud*

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*The General Manager  
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