

THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

KSE/N-7518

N O T I C E

November 07, 2008

We hereby reproduce the letter No. SMD/SE/2(20)2008 dated November 06, 2008 received from SECURITIES & EXCHANGE COMMISSION OF PAKISTAN, on imposition of addition cash margin in Deliverable Futures Market. Members are requested to note the same.



**SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN
(Securities Market Division)**

SMD/SE/2(20) 2008

November 6, 2008

Mr. Adnan Afridi,
Managing Director,
Karachi Stock Exchange (G) Limited
Karachi.

Sub: Imposition of Additional VaR based Cash Margins in Deliverable Futures Market

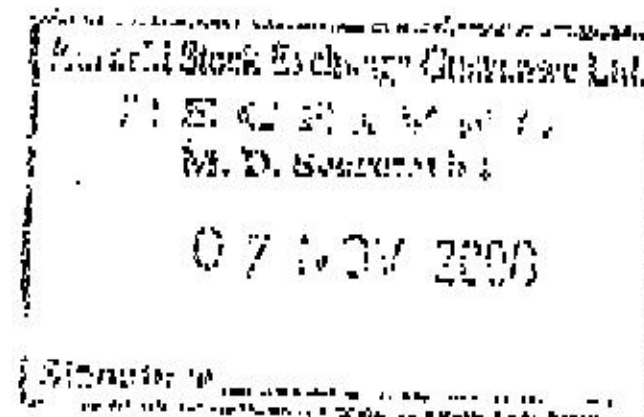
Further to our earlier letter No. No. SMD/SE/2(141)2006 dated October 23, 2008, KSE letter No. KSE/SECP-10019 dated November 5, 2008.

I am directed to communicate the revised schedule of imposition of additional VaR based cash margins in the Deliverable Futures Market (DFM), in terms of clause 4.1 of the Risk Management Regulations as follow:

- (a) 25% additional VaR based cash margins will be applied w.e.f. December 2008 Futures Contract;
- (b) 50% additional VaR based cash margins will be applied with effect from January 2009 Futures Contract.

Yours truly

Musarat Jabeen
Director (SE)



**CC: Managing Director LSE - For implementation /adoption
Managing Director - ISE- For implementation /adoption**