



THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi-74000, Pakistan
Phones: 111 001 122, Fax (021) 241-0825

KSE/N-3176

May 28, 2009

NOTICE FOR ALL MEMBERS

CASH AND/OR BANK GUARANTEE AS MARGINS AGAINST EXPOSURE IN CSF/SIFC

Amended Regulations Governing Risk Management of the Exchange for provisioning on collection of Exposures Margins in Cash and/or Bank Guarantee against Members' Exposure in the Cash Settled Futures and Stock Index Futures markets are placed in KSE website on March 02, 2009 and sent for gazette notification. Simultaneously the Exchange initiated necessary system development for the implementation of the same, which are now ready for deployment.

Members are hereby notified that effective from Monday June 01, 2009, under Cash Settled Futures (CSF) and Stock Index Futures (SIFC), Exposure Margins shall require being deposited 100% in terms of Cash and/or Bank Guarantee with the Clearing House of the Exchange.

All members are requested to note the same.

SHAFQAT ALI

General Manager-Risk

Copy to:

01. The Executive Director (SMD), Securities & Exchange Commission of Pakistan
02. The Managing Director, Karachi Stock Exchange (Guarantee) Limited
03. The Managing Director, Lahore Stock Exchange (Guarantee) Limited
04. The Managing Director, Islamabad Stock Exchange (Guarantee) Limited
05. The Chief Executive, Central Depository Company of Pakistan Limited
06. The Chief Executive, National Clearing Company of Pakistan Limited
07. The General Manager, I.T. Division-KSE
08. The General Manager (Operations)
09. DGM Market Control & Surveillance Department-KSE
10. DGM Clearing & Settlement Department-KSE
11. Notice Board
12. KSE Website