



THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi-74000, Pakistan

Phones: 2425502-3-4, Fax (021) 241-0825

KSE/N-5360

October 8, 2009

NOTICE FOR ALL MEMBERS

PRE-SETTLEMENT DELIVERY FOR DELIVERABLE FUTURES CONTRACT MARKET

Further to our notice No.KSE/N-5070 dated September 29, 2009 on the subject.

Members are again hereby informed that the Pres-settlement Delivery mechanism in Deliverable Futures Contract Market has been implemented from October 5, 2009. Under the said mechanism, in case where a UIN is a net seller in scrip and tender the said delivery through the pledge group Id in designated pledge account Id. B-00119 to the Exchange on T+0, than the related exposure along with MtM losses and concentration margins up to the extent of net sale will be dropped. However the MtM losses shall be demanded at the close of the contract. All other mechanics shall be the same as already notified through our above mentioned notice.

All members are requested to note the same.



FAISAL IQBAL

Manager - Risk

CC to:

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