



SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN
(Securities Market Division)

No. SMD/SE/2(213)2009

November 23, 2009

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

Mr. Mohammad Hanif Jakhura,
Chief Executive Officer,
Central Depository Company of Pakistan Limited,
CDC House, 99-B, Block B,
S.M.C.H.S., Main Shakra-e-Faisal,
Karachi.

Mian Shakeel Aslam,
Managing Director,
Lahore Stock Exchange (G) Limited,
19, Khayaban-e-Aiwan-e-Iqbal,
Lahore.

Mr. Muhammad Lukman,
Chief Executive Officer,
National Clearing Company of Pakistan Limited,
8th Floor, Karachi Stock Exchange Building,
Stock Exchange Road,
Karachi.

Mr. Ahmed Noman,
Secretary/ Acting MD,
Islamabad Stock Exchange (G) Limited
ISE Towers,
Jinnah Avenue, Blue Area
Islamabad.

Mr. Samir Ahmed
Managing Director,
National Commodity Exchange Limited,
9th Floor, PRC Towers,
32-A Lalazar Drive,
M.T.Khan Road,
Karachi.

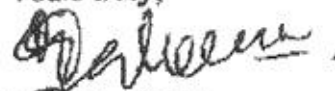
Subject: Fit and Proper Criteria for the Directors on the Boards of the Stock and Commodity Exchanges, Central Depository Company and National Clearing Company of Pakistan Ltd.

Dear Sir(s),

Further to the directive issued by the Securities and Exchange Commission of Pakistan (SECP) on November 20, 2009, the SECP in order to facilitate the stock and commodity exchanges, depository company and clearing company (hereinafter referred to as "entities") for ensuring smooth implementation of the Fit and Proper Criteria and to address queries received in this regard, hereby issues the following clarifications:

1. The Fit and Proper Criteria (attached as annexure 'A' with the aforementioned directive), the Form (attached as annexure 'B' with the aforementioned directive) and the undertaking (attached as annexure 'C' with the aforementioned directive) shall be applicable on all the existing and prospective directors on the Boards of the above-mentioned entities.
2. The relevant entities shall ensure implementation of the Fit and Proper Criteria and submission of Form and undertaking by the prospective candidates before contesting elections/ being nominated for the position of Director.
3. Clause 4 under the heading 'Integrity, Honesty and Reputation' of the Fit and Proper Criteria, is applicable only for cases of investigations concluded by the SECP under Section 29 of the Securities and Exchange Commission of Pakistan Act, 1997 during the past three years.

Yours truly,


Musarat Jabeen
Director (SE)