



NOTICE FOR ALL MEMBERS


LIST OF ELIGIBLE SECURITIES FOR TRADING IN DELIVERABLE FUTURES CONTRACT MARKET

The Exchange as per the clause 4 (i) of the Regulations Governing Deliverable Futures Contract of the Exchange has determined the revised list of Eligible Securities for trading in Deliverable Futures Contract selected on the basis of following criteria. The new list will be implemented w.e.f. March 2010 contract.

1. Companies that have average daily Impact Cost of less than 1% based on daily impact cost on an order size of Rs.500,000. During the review period
2. Companies that have traded on more than 90% of the trading days during the review period.
3. Companies have average daily turnover of more than 1,000,000 shares during the review period
4. Companies that have market price above par in at-least 90% days of the review period.
5. Companies that have Free Float of more than 35% of issued capital or 60 million Free Float shares.
6. Operating Profit before tax as per audited financial statement in any two of the last three years of operations
7. Securities of Listed Asset Management Companies, Mutual Funds, Brokerage Houses and companies whose principal activity includes investment/trading in securities shall not be eligible.
8. Companies that do not have negative opinion in Auditor's report on the Companies Financial Statements (Last Report)
9. Companies that are not subject to any investigation by any regulatory body.
10. Companies not on the defaulters segment and have no pending inquiry against them by the authorities.
11. Companies that have average Raw VaR not less than 12.5% during the review period.
12. Free float of the company must be in dematerialized form on CDS.

The list of approved Eligible Securities is enclosed herewith for information.

Members are requested to note the above.


SHAFOQAT ALI

General Manager, Risk Management

Encl: List Attached

Copy to:

01. The Executive Director (SMD), SECP
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 Managing Director, National Commodity Exchange Limited
06. The Chief Executive, Central Depository Company of Pakistan Limited
07. The Chief Executive, National Clearing Company of Pakistan Limited
08. The General Manager, I.T. Division-KSE
09. The General Manager, (Operation)-KSE
10. The General Manager, (Law)-KSE
11. The General Manager Market Control & Surveillance Department-KSE
12. The Deputy General Manager, (Operation)-KSE
13. Clearing & Settlement Department-KSE
14. Notice Board
15. KSE Website