



**THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED**  
Stock Exchange Building, Stock Exchange Road, Karachi-74000, Pakistan  
Phones: 111001122, Fax (021) 241-0825

**KSE/N-5119**

**September 30, 2010**

## **NOTICE FOR ALL MEMBERS**

### **BANK GUARANTEES**

It has been noted that most of the Brokerage Houses have not been tracking the expiry dates of their Bank Guarantees provided to the Exchange against their exposure margin and mark to market requirements.

Please note that the Collateral Management System (NCHS) automatically marks the amounts guaranteed by bank on Bank Guarantee document as "ZERO" two (2) business days prior to its actual expiry date that may create undue problem for the Brokerage House as well as for the Exchange.

In view of above, all Brokerage Houses are requested to track the expiry dates of their Bank Guarantees and renew them or arrange the new as their replacement to fulfill their margins requirements, if any, on opening of KATS on 2<sup>nd</sup> last day of the expiry dates stated on the Bank Guarantee documents.

Please note the same for compliance.

  
**SHAFQAT ALI**  
*General Manager – Risk Management*

**Copy to:**

01. The Managing Director, Karachi Stock Exchange (Guarantee) Limited
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. The General Manager, (Operation)-KSE
07. Clearing & Settlement Department-KSE
08. Notice Board
09. KSE Website