



THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED
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KSE/N-719

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NOTICE FOR ALL MEMBERS

USAGE OF "F8" KEY FOR PLACING OF SHORT/ BALNK SALE ORDERS IN THE READY/DFC MARKETS

Please note that in terms of regulation 5 of Short Selling Regulations for Ready Market, 2002 no Member on his Proprietary Account or Client's Account shall make Short Sale in Ready Market unless;

1. The sale is made at an Uptick or Zero-Plus tick; and
2. The trade is declared as a Short Sale at the time of placement of order through KATS in a special Short Sale Order Window designated in the system for the purpose (i.e., operated by using F8 key in Ready Market).

Provided Short Sale Order must have prior written Contractual Borrowing Arrangement between the Short Seller as borrower for his short-sold security and the lender having holding of such security to meet delivery requirement by Short Seller on the settlement date.

Further please note that in terms of regulation 6 of the Regulations Governing Deliverable Futures Contracts (DFC) of the Exchange:

1. A Member on his proprietary or Client's account is allowed to make Blank Sale up to 0.5% of the Free Float (FF) of DFC eligible scrip or of Rs. 50 million value, whichever is higher, subject to maximum of 3% of FF of such scrip for his all accounts including proprietary and clients accounts.
2. Member is required to declare such Blank Sale at the time placing order while using special Blank Sale Order Window designated in the system for the purpose (i.e., operated by using F8 key in DFC Market).

All Members of the Exchange are advised in their own interest to place their Short Sale Order in the Ready Market and Bank Sale Orders in the DFC Market while using "F8" key subject to fulfilling other pre-requisite in compliance with the relevant regulations of the Exchange.

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