



THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED
Stock Exchange Building, Stock Exchange Road, Karachi-74000, Pakistan
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KSE/N-1452

March 21, 2012

NOTICE FOR ALL MEMBERS

CLEARING AND SETTLEMENT OF NEGOTIATED DEALS/ OFF-MARKET TRANSACTIONS THROUGH NCSS AT NCCPL

This is further to NCCPL Notice No. NCCPL/CM/March-12/13 dated March 21, 2012 on subject matter.

All Members are hereby informed that **effective from Monday, March 26, 2012** all Negotiated Deals (NDs)/Off-Market transactions reported to the Exchange through Negotiated Deals Market (NDM) will be cleared and settled through National Clearing and Settlement System (NCSS) at National Clearing Company of Pakistan Limited (NCCPL) for facilitating its proposed role of Withholding Agent for computing, deducting and depositing Capital Gain Tax (CGT) for Federal Board of Revenue (FBR).

In consideration of the main features of clearing and settlement of NDs elaborated by NCCPL in its said notice, we hereby notify the following changes in NDM/Off-Market Reporting mechanism:

1. All NDs cannot be settled on their Reporting Date i.e., T+0 Settlement Cycle.
2. As such NDM system will not restrict the Members to record their NDs on T+0 Settlement Cycle **till Friday, March 30, 2012**, in case any transaction reported mistakenly on T+0 Settlement Cycle by the Members will be transmitted to NCCPL for its settlement on T+1 Settlement Cycle.
3. Effective from **Monday, April 02, 2012**, NDM system will not allow reporting of NDs on T+0 Settlement Cycle.
4. Affective from **Monday, March 26, 2012**, no regular trades will be allowed through KATS on T+0 Settlement Cycle, which are currently allowed in certain exceptional cases relating to Mergers or other Corporate Restructuring on case to case basis.
5. NDs can be reported through NDM for their Settlement Cycle starting from T+1 to maximum settlement date available on the monthly Clearing and Settlement Schedule published by the Exchange.

Members are requested to note the same.

Regards,

SHAFQAT ALI

General Manager

Risk Management & Market Control & Surveillance

Copy to:

01. The Director (SROD), SMD, SECP, Fax 051-9218595, E-mail: smd.notices@secp.gov.pk
02. The Managing Director, Karachi Stock Exchange (Guarantee) Limited
03. The Deputy Managing Director, Karachi Stock Exchange (Guarantee) Limited
04. The Chief Executive Officer, Central Depository Company of Pakistan Limited
05. The Chief Executive Officer, National Clearing Company of Pakistan Limited
06. All Head of Departments-KSE
07. Notice Board
08. KSE Website