


THE KARACHI STOCK EXCHANGE (GUARANTEE) LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi-74000, Pakistan
 Phones: 111-001-122, Fax (021) 32462640

KSE/N – 2873
June 8, 2012
NOTICE FOR ALL MEMBERS
ACCEPTANCE OF TREASURY BILLS ("T-BILLS") AS COLLATERAL

The Members of the Exchange are hereby informed that the Exchange has been accepting "T-Bills" from them as collateral for Ready Market against their all Margins & Mark-to-Market losses and for Deliverable Futures Market against their Exposure Margins only.

For this purpose, the following procedures are being followed while acceptance T-Bills as Collateral:

1. The Members are required to give Transfer Instructions to their respective Banks who are maintaining their Investor Portfolio Securities (IPS) Account for transferring of T-Bills to the following IPS Accounts of the Exchange as Collateral:
 - a. **Karachi Stock Exchange (Guarantee) Limited - Ready Market:**
(Managing T-Bills as Collateral for Ready Market)
 - b. **Karachi Stock Exchange (Guarantee) Limited - Future Market:**
(Managing T-Bills as Collateral for DFC Market)
 - c. **United Bank Limited:**
(Operating IPS Accounts for the Exchange)
2. The Members are required to submit Transfer Instructions processed and acknowledged by your Bank and stamp of transferring Bank.
3. All T-Bills are valued on daily basis as per prices published by the Reuters.
4. Haircut of 2.5% on the market value of T-Bills is applied
5. T-bills could be released on the written request of the concerned Member subject to availability of sufficient collateral.
6. All T-Bills are required to be released before 3 Trading Days of their respective maturities.

All Members are requested to note the same.



SHAFIQAT ALI

General Manager

Risk Management & Market Control & Surveillance

Copy to:

01. The Director (PRDD), 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 Managing Director, Lahore Stock Exchange (Guarantee) Limited
05. The Managing Director, Islamabad Stock Exchange (Guarantee) Limited
06. The Chief Executive Officer, Central Company of Pakistan Limited
07. The Chief Executive Officer, National Clearing Company of Pakistan Limited
08. Heads of IT Division & Operations-KSE
09. Notice Board
10. KSE Website