



KARACHI STOCK EXCHANGE LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi-74000

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KSE/N- 4547

August 23, 2013

NOTICE FOR ALL TREC HOLDING MEMBERS

INDEX OPTION LAUNCH AT KSE

The TREC holders are hereby informed that the Regulations Governing Stock Index Options have been approved by SECP and the same is available on KSE website for information. All necessary work to launch Option trading at the Exchange has already been completed.

In this regard, and before the launch date is announced, the Exchange has to nominate the designated Market Maker/s in the product. In view of this, the KSE is hereby inviting applications from Market Participants i-e TREC holder or /a Non Broker through the Broker*) to become Index Option Writers.

Please note that selected Index Option writer undertake to act as a Market Maker for a period of at least one year and to provide buy and sell orders in the "Option Market" simultaneously, as per the relevant Regulations of the Exchange.

In order to encourage Market Making activity, the KSE has introduced a system of incentives, which includes: wavier of trading fee (LAGA) along with supply of information about market depth data without any additional costs.

All Market Participant interested in becoming Options Writer in Stock Index Options Contracts are requested to submit Expressions of Interest to the undersigned. Further details/ clarification may be obtained through email: sani.khan@kse.com.pk or by phone: 92-21-35274580.