



PAKISTAN STOCK EXCHANGE LIMITED
Stock Exchange Building, Stock Exchange Road, Karachi-74000
Phones: 111-001-122

PSX/N- 4700

Dated: August 08, 2017

NOTICE FOR ALL TREC HOLDERS / BROKERS

SUBJECT: UTILIZATION OF PSX SHARES FOR BASE MINIMUM CAPITAL (BMC) PURPOSE

This is in continuation to PSX notice PSX/N-4565 dated July 31, 2017 wherein, the TRE certificate holders were informed about the SECP approval regarding the utilization of PSX Shares for the Base Minimum Capital (BMC).

In this respect kindly note the procedure, as mentioned hereunder, through which TREC Holders shall be able to utilize the PSX shares against the requirement of BMC:

1. Provide Authority to PSX as per the prescribed format (Attached as Annexure-A) to mark PSX shares in favor of PSX against the Base Minimum Capital (BMC).
2. Provide letter of Authorization for CDC to the Exchange on the prescribed format (Attached as Annexure-B)
3. In case of any broker's default, PSX would request CDC to transfer such BMC related shares to PSX.

All TREC Holders are accordingly advised to send above mentioned letter of authorizations in case they wish to utilize PSX shares held in their respective CDC account.


Muhammad Ghufuran
Deputy General Manager - Operations

Copy to:

- 1) The Commissioner (SM), smd.notices@secp.gov.pk
- 2) The Chief Executive Officer, Pakistan Stock Exchange Limited
- 3) The Chief Executive, Central Depository Company of Pakistan Limited
- 4) The Chief Executive, National Clearing Company of Pakistan Limited
- 5) The Chief Executive, Pakistan Mercantile Exchange (PMEX)
- 6) The Acting Chief Regulatory Officer - PSX
- 7) All TRE Certificate Holders - PSX
- 8) All Departmental Heads - PSX
- 9) Notice Board & Website - PSX

Annexure-A

Date: _____

The Deputy General Manager Operations
Pakistan Stock Exchange Limited
Stock Exchange Building
Karachi

Subject: Utilization of PSX Shares to settle investors' claims held to fulfil the requirement of Base Minimum Capital (BMC).

Dear Sirs,

Reference is made to SECP's letter No. SMD/SE/2(57)/2002 dated July 31, 2017 regarding the captioned subject, wherein the SECP granted its permission for placement of PSX shares for BMC purposes, which are presently blocked under the Public Offering Regulations, 2017, owned by TRE Certificate holders as sponsors, and utilization thereof for settlement of investors' claims in the event of default of concerned TREC Holder, under the PSX Regulations.

In line with this approval, we, M/s. _____ TREC Holder of PSX (TREC Code No. _____) hereby authorize you to place _____ (number) PSX shares mentioned hereunder lying in our blocked account No. _____ of CDC for the above-mentioned purpose and have authorized CDC for marking lien in your favour to fulfil the requirement of Base Minimum Capital (BMC).

As per the agreed arrangement, CDC will transfer the aforementioned securities, including Bonus Shares, if any, to PSX upon its request in case of default of any sort by us, for utilization to settle investors' claims.

Thanking You.

Yours sincerely,

For: * _____

CHIEF EXECUTIVE OFFICER

** Name of TREC Holder*

Annexure-B

[To be printed on official Letterhead]

[Date]

The Head of Operations & Customer Support Services

Central Depository Company of Pakistan Limited

CDC House, 99-B, Block 'B', S.M.C.H.S.

Main Shahr-e-Faisal,

Karachi-74400

Dear Sir,

Subject: Authorization for marking lien on PSX Shares and transfer to PSX

I/we, the undersigned, maintaining House-Account No. _____ under my/our CDS Participant Account bearing ID No. _____, do hereby unconditionally and irrevocably authorize the Central Depository Company of Pakistan Limited to:

1. Mark a paramount lien on our following securities in favour of Pakistan Stock Exchange Limited that are held in our aforementioned House Account; and
 - a) Security Name: Pakistan Stock Exchange Limited
 - b) Security Symbol: PSX
 - c) No. of PSX Shares: _____
2. Transfer the aforementioned securities to Pakistan Stock Exchange Limited, along with Bonus Shares, if any, when we are declared as a defaulter by PSX under the PSX Regulations.

I/ we, the undersigned unconditionally and irrevocably indemnify CDC, its directors, officers and employees for the time being, and agree to keep CDC, its directors, officers and employees for the time being, indemnified from and against all actions, claims, demands, liabilities, losses, damages, costs (as between Attorney and clients), charges and expenses of whatever nature which may result or which CDC may sustain, suffer or incur in connection with or arising in any way whatsoever by virtue of CDC's acting upon and executing on this authorization and to pay to CDC forthwith on its demand all moneys and liabilities whatsoever which may from time to time be claimed or demanded from or by CDC, or which CDC shall pay or become liable to pay or sustain, suffer or incur under or by reason of or in connection with CDC's actions in executing this authorization.

Yours sincerely,

Authorized Signatory

Authorized Signatory