



KARACHI STOCK EXCHANGE LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi-74000

Phones: 111-001-122, Fax (021) 32462640

KSE/N-82

NOTICE

January 6, 2016

ALL TRE CERTIFICATE HOLDERS

Mandatory Requirement for Submission of Annual "Clients' Assets Segregation Statement" to the Karachi Stock Exchange Limited

Attention of all TRE Certificate Holders is drawn to our earlier Notice No. KSE/N-3936 dated August 07, 2015 wherein it was advised to ensure compliance with newly inserted Clause(s) 4.19.6 (a) and (b) in KSE Regulations which are reproduced here under:

- (a) *"The Broker shall submit to the Exchange "Clients' Assets Segregation Statement" as per format prescribed by the Exchange within fifteen (15) days of the end of the latest fortnight"*
- (b) *"The Broker within fifteen (15) days of the close of its financial year shall submit an annual "Clients' Assets Segregation Statement", duly verified by its Statutory Auditor."*

In pursuance of the above, all TREC holders / Brokers of Karachi Stock Exchange Limited whose financial year end is **December 31, 2015** are required to submit their annual "Client's Asset Segregation Statement" duly verified by their statutory auditor in the prescribed format enclosed as "Annexure A and B" within 15 days of close of their financial year i.e. **Friday, January 15, 2016**.

All TRE Certificate Holders are advised to ensure timely submission of the aforementioned statement.



M. ABBAS MIRZA

GM & Chief Compliance Officer

Copy to:

01. The Executive Director (SSED), SMD, SECP
02. The Director / HOD (SSED) SMD, SECP
03. The Managing Director, KSE
04. The Chief Regulatory Officer, KSE
05. The Chief Regulatory Officer, LSE
06. The Chief Regulatory Officer, ISE
07. All Departmental Heads, KSE
08. KSE Notice Board
09. KSE Website

SPECIMEN
ON THE LETTERHEAD OF THE AUDIT FIRM

CERTIFICATE OF VERIFICATION OF
ANNUAL "CLIENTS' ASSETS SEGREGATION STATEMENT"
OF [NAME OF BROKERAGE HOUSE]

AS ON _____

It is to certify that the attached "Clients' Assets Segregation Statement" has been duly verified by us for accuracy and completeness of figures presented therein.

The said statement was required to be verified under Clause 4.19.6 (b) of KSE Regulations.

[Stamp of Audit Firm]

Place: _____

[Name and Signature of
Engagement Partner of Audit Firm]

Dated: _____

Enclosed:

- Clients' Assets Segregation Statement

ON THE LETTERHEAD OF THE BROKERAGE HOUSE**“Clients’ Assets Segregation Statement”**

As on _____

Format of Information required to be filled with actual figures on every fortnightly basis as of the position at the last fortnight

Securities Segregation					
As per Back Office Record	Own Account	Client Account	As per CDC Record	Own Account	Client Account
Securities Held			Securities Available		
			Securities Pledged with KSE/NCCPL		
			Securities Pledged with Banks		
			Pre-Settlement Delivery		
			*Reconciling Entries: 1. 2. 3.		
Total			Total		
Cash Segregation					
Trade Payable (Clients)			Cash at Bank (Client Account)		
			*Reconciling Entries: 1. 2. 3.		
Total			Total		

* Please add more entries, if needed

UNDERTAKING BY THE BROKERAGE HOUSE:

We hereby declare that the information furnished in this statement is true, correct and complete and understand that we shall be bound to submit to Karachi Stock Exchange Limited (KSE), all the relevant information and/or supporting document(s) that the KSE may require to verify the above information at any time. We also declare that securities have been pledged with prior written consent/ approval of the clients. We further acknowledge and agree that in case of non-submission of this statement or submission of incorrect, inaccurate or misleading information in this statement, the KSE shall initiate disciplinary action(s) in accordance with relevant provisions of KSE Regulations.

COMPLIANCE OFFICER_____
CEO / COMPANY SECRETARY