

RELINQUISHMENT/SURRENDER AS A TRE CERTIFICATE HOLDER:

Policy Guidelines

Chapter 4 of the Rule Book of the Exchange

4.9. RELINQUISHMENT/SURRENDER AS A TRE CERTIFICATE HOLDER:

- 4.9.1. A TRE Certificate Holder may after giving one month's notice to the Exchange voluntarily surrender his TRE Certificate and remove himself as a TRE Certificate Holder from the Exchange. However, the Exchange may only accept a TRE Certificate Holder's voluntary removal from the Exchange after all his liabilities are satisfied and there are no claims whatsoever against him in respect of any money owed by him to any other TRE Certificate Holder/Broker or Brokers of other Stock Exchanges or the Investors. The Exchange shall invite claims from Investors and other TRE Certificate Holders and a 90 days period shall be provided for submitting claims. Provided that in the case of an inactive TRE Certificate Holder, as described in Regulation 4.5.7.(a), the notice period shall be 30 days.

Provided further that in case of an active TRE Certificate Holder opting for voluntary surrender of TRE Certificate, such TRE Certificate Holder shall also submit a Bank Guarantee or a guarantee by one of the existing TRE Certificate Holders of the Exchange, or any equivalent security in a manner as may be acceptable by the Exchange to the extent of an amount prescribed by the Exchange with the approval of the Commission and valid for a period of two years from the date of surrender of TRE Certificate in order to enable the Exchange to settle all valid claims if received after the surrender of TRE Certificate. Provided that such TRE Certificate Holder shall remain liable for any genuine claims received after the abovementioned notice periods and shall give an undertaking to that effect to the Exchange.

- 4.9.2. No TRE Certificate Holder may sell, relinquish, transfer, pledge, mortgage or create any trust, charge, lien or any other encumbrance over the TRE Certificate in physical form he holds, let, sublet, assign, alienate or otherwise dispose-off his TRE Certificate except with the prior written approval of the Exchange which may be given subject to any conditions imposed by the Exchange which it may think fit. Nor he shall assign any of his rights, benefits or privileges as a holder of TRE Certificate otherwise than in accordance with PSX Regulations.

Pending such approval, the PSX Regulations shall continue to bind TRE Certificate Holder who has given notice of relinquishment as if such notice had not been given and the jurisdiction of the Exchange over holder of TRE Certificate, his or its business, affairs and employees shall in no way be affected by such notice. The Exchange shall not be bound or compelled in any way to recognize (even when having notice thereof) any dealing or disposition made in contravention of PSX Regulations.

- 4.9.3. Further, a TRE Certificate Holder who individually or through any person acting in concert, directly or indirectly, possesses a "Controlling Interest" in a TRE Certificate Holding Company may not relinquish, transfer, let, sublet, assign, alienate or otherwise dispose-off without the prior written consent of the Exchange. Every TRE Certificate Holder shall submit pattern of shareholding in the format specified by the Exchange at the end of each quarter.
- 4.9.4. 4.9.4. Upon acceptance of relinquishment request/notice as a TRE Certificate Holder by the Exchange, such TRE Certificate Holder shall cease to be a TRE Certificate Holder of the Exchange. His name shall be removed from the register of TRE Certificate Holders and shall be communicated to the Commission accordingly.