



**FOR ALL TRE CERTIFICATE HOLDERS**

**AMENDMENTS MADE TO CHAPTER 4 [TRADING RIGHTS ENTITLEMENT (TRE) CERTIFICATE] OF PAKISTAN STOCK EXCHANGE LIMITED (PSX) RULEBOOK RELATING TO INTRODUCTION OF STANDARD RANGE/SCALE OF BROKERAGE COMMISSION**

It is hereby informed to all TRE Certificate Holders that the PSX, in exercise of powers conferred upon it u/s 7 of the Securities Act, 2015, has amended Chapter 4 [Trading Rights Entitlement (TRE) Certificate] of PSX Rulebook with the approval of Securities and Exchange Commission of Pakistan.

As per the approved amendments, PSX has inserted a new clause 4.29 in Chapter 4 of its Rulebook to prescribe the following standard range/scale of brokerage commission to be collected by the securities brokers from their customers upon execution of orders in different types of transactions:

SR.#	TRANSACTION TYPE	*MINIMUM RATE	EXPLANATION
1	Ready Delivery Contract Market ("Ready Market") – Normal	3p or 0.15% whichever is higher	On every buy and sell transaction which is not squared during the same trading day.
2	Ready Market – Intra-Day Squared	3p or 0.15% whichever is higher	On one side – either on buy side or sell side trade
3	Arbitrage between Ready and Futures Market	No minimum rate of commission	-
4	Ready Market trade financed through Margin Trading System/ Margin Financing System/ Morabaha Share Financing	3p or 0.15% whichever is higher	Minimum commission on Ready Market purchase or sale only. No minimum commission on Margin Trading System, Margin Financing System market and Morabaha Share Financing transaction.
5	Deliverable Futures Contract Market	3p or 0.15% whichever is higher	Minimum commission on every buy and sell transaction which is not squared during the contract period.
6	Deliverable Futures Contract Market – Squared Transaction	3p or 0.15% whichever is higher	Minimum commission on one side – if transaction is squared-up in Deliverable Futures Contract Market either through off-setting transaction or rollover.
7	Proprietary Trade and trades of Sponsors and Directors of the Securities Broker and their immediate family members**	No minimum rate of commission	-

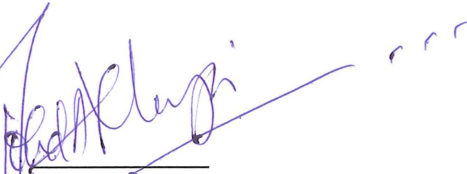
\* The prescribed range is from 3 Paise per share or 0.15% of the transaction value, whichever is higher, up to 2.5% of the transaction value in the above mentioned transactions.

\*\* Immediate family member means spouse, children and parents.

**NOTES:**

1. Commission is exclusive of levies.
2. Rates in each type of transaction can be scaled up within the minimum and maximum ranges.
3. Minimum rate of brokerage commission shall not be applicable on any other markets or transactions not mentioned herein above.
4. The Commission may provide clarification and treatment in respect of applicability of standard range/ scale of brokerage commission on different types of transactions.

The above amendments shall take effect from **October 14, 2019**. Accordingly, all TRE Certificate Holders are required to note the same and ensure necessary compliance from the effective date.



**ABBAS MIRZA**

Acting Chief Regulatory Officer

**Cc:**

1. The Executive Director/HOD (PRDD), SMD, SECP
2. The Acting Chief Executive Officer, PSX
3. The Chief Executive Officer, CDC
4. The Chief Executive Officer, NCCPL
5. The Chief Executive Officer, PMEX
6. All Head of Departments, PSX
7. Notice Board & Website of PSX