



PAKISTAN STOCK EXCHANGE LIMITED

Stock Exchange Building, Stock Exchange Road, Karachi-74000

Phone: (92 21) 111-001-122, Fax: (92 21) 32410825

URL: <http://www.psx.com.pk> E-mail: info@psx.com.pk

PSX/N-740

NOTICE

JUNE 17, 2021

FOR ALL TRE CERTIFICATE HOLDERS

FUTURES ELIGIBILITY CRITERIA FOR SELECTION OF SECURITIES ELIGIBLE FOR TRADING IN DELIVERABLE FUTURES CONTRACT (DFC) AND CASH SETTLED FUTURES CONTRACT (CSF) MARKETS

Pakistan Stock Exchange Limited (PSX) is pleased to inform that it has introduced a new “**Futures Eligibility Criteria for Selection of Securities Eligible for Trading in DFC and CSF Markets**” in lieu of “**Uniform Criteria for Selection of Securities Eligible for Trading in DFC and CSF Markets**”, with prior approval of the Securities and Exchange Commission of Pakistan.

The newly approved criteria are attached herewith as **Annexure A** for your information.

The new criteria and the 90 Days DFC shall take effect from DFC August 2021 which shall start from July 26, 2021. In order to ensure smooth transition for the investors into the new regime, 3 expiries shall be made available at the launch i.e. 30, 60 and 90 Days DFCs. The trading and clearing schedule for the same shall be notified separately.

The newly approved list of eligible securities for trading in DFC and CSF Markets is attached herewith as **Annexure B**.

PSX shall also arrange a briefing session for the TREC Holders regarding specific operational modalities of new 90 Days DFC regime.

All concerned are requested to please note the above.

Jawad H. Hashmi

General Manager, Trading & TREC Affairs

Cc:

1. The Director/ HOD (PRDD), SMD, SECP
2. The Chief Executive Officer, PSX
3. The Chief Executive Officer, CDC
4. The Chief Executive Officer, NCCPL
5. The Chief Executive Officer, PMEX
6. The Chief Regulatory Officer, PSX
7. PSX Website

"Annexure A"

FUTURES ELIGIBILITY CRITERIA FOR SELECTION OF SECURITIES ELIGIBLE FOR TRADING IN DELIVERABLE FUTURES CONTRACT (DFC) AND CASH SETTLED FUTURES CONTRACT (CSF) MARKET

A. CRITERIA	<ol style="list-style-type: none">1. After exclusion of securities on the Defaulters' Segment, list of securities in the top 22nd percentile to be prepared by assigning 60% weight to average daily traded volume and 40% weight to free float market capitalization (reduced by a factor of one thousand).2. Securities of companies to be excluded from the list in (1) if not compliant with the following minimum requirements:<ol style="list-style-type: none">(i) Minimum average daily turnover of not less than 0.1% of total average volume of book-entry eligible securities during the review period or such other percentage as specified by the Commission;(ii) Free Float of more than 25% of issued capital or 40 million Free Float shares;(iii) Officially listed at the Exchange earlier than the last six-months period;(iv) Traded at least 90% of the trading days during the review period.3. Number of securities excluded due to requirements in (2) to be determined. Equivalent number of securities which immediately succeed the excluded securities based on percentile and meet all criteria will be added in the list prepared in (1), provided that securities not falling in top 40th percentile or such other percentile as specified by the Commission will not be included.4. Securities of companies in the list after step (3), not complying with the following conditions, to be ineligible:<ol style="list-style-type: none">(i) No investigation/ inquiry has been concluded against the company with adverse findings of mismanagement or the company has not obtained stay order from court against any inquiry/investigation initiated by the Commission;(ii) Securities of listed asset management companies, mutual funds, brokerage houses and companies whose principal activity includes short term investment/trading in securities shall not be eligible.5. Exchange Traded Funds (ETF) shall be eligible and added to the list in (1) subject to the following:<ol style="list-style-type: none">(i) No investigation/ inquiry has been concluded against the company with adverse findings of mismanagement or the company has not obtained stay against any inquiry/investigation initiated by the Commission;(ii) Not on Defaulters' Segment;(iii) Underlying constituent securities of the ETF are eligible in terms of these criteria.
--------------------	--

FUTURES ELIGIBILITY CRITERIA FOR SELECTION OF SECURITIES ELIGIBLE FOR TRADING IN DELIVERABLE FUTURES CONTRACT (DFC) AND CASH SETTLED FUTURES CONTRACT (CSF) MARKET

<p>B. REVIEW OF SECURITIES</p>	<ol style="list-style-type: none"> 1. Futures Eligible Securities shall be reviewed each quarter based on the previous 6-month data on rolling basis within 10 calendar days from the close of calendar quarter (review period). 2. Securities will be included or excluded based on that review from the opening of immediate next available Futures Contracts subject to a minimum notice period requirement. 3. Securities excluded based on quarterly review will be available for trading in existing contracts traded till respective expiries.
<p>C. NOTICE PERIOD</p>	<p>Any inclusion/exclusion in/from the list of Futures Eligible Securities based on the revised list of securities eligible for trading in DFC and CSF Contract Markets shall be notified minimum one week in advance from the opening of immediate next available Futures Contract.</p>
<p>D. REVIEW FOR CRITERIA</p>	<p>The Exchange may review and change the eligibility criteria as and when required with prior approval of the Commission and notify the change in it, if any, to the market participants.</p>

“ANNEXURE B”

The list of eligible securities for trading in DFC and CSF Markets, as per new eligibility criteria, are as under:

Sr.	Symbol	Name	Sr.	Symbol	Name	Sr.	Symbol	Name
1	AGHA	Agha Steel Ind.Ltd	30	GGGL	Ghani Global Glass Limited	59	PAEL	Pak Elektron Limited
2	AICL	Adamjee Insurance Company Limited	31	GGL	Ghani Global Holdings Limited	60	PIBTL	Pakistan International Bulk Terminal
3	AKBL	Askari Bank Limited	32	GHNI	Ghandhara Industries Limited	61	PIOC	Pioneer Cement Limited
4	ANL	Azgard Nine Limited	33	GHNL	Ghandhara Nissan Limited	62	POWER	Power Cement Limited
5	ASC	Al Shaheer Corporation Limited	34	HBL	Habib Bank Limited	63	PPL	Pakistan Petroleum Limited
6	ASL	Aisha Steel Mills Limited	35	HMB	Habib Metropolitan Bank Limited	64	PRL	Pakistan Refinery Limited
7	ASTL	Amreli Steels Limited	36	HUBC	The Hub Power Company Limited	65	PSMC	Pak Suzuki Motor Company Limited
8	ATRL	Attock Refinery Limited	37	HUJML	Hum Network Limited	66	PSO	Pakistan State Oil Company Limited
9	AVN	Avanceon Limited	38	ILP	Interloop Limited	67	PTC	Pakistan Telecommunication Company Ltd
10	BAFL	Bank Alfalah Limited	39	INIL	International Industries Limited	68	SAZEW	Sazgar Engineering Works Limited
11	BAHL	Bank AL Habib Limited	40	ISL	International Steels Limited	69	SEARL	The Searle Company Limited
12	BGL	Balochistan Glass Limited	41	JSBL	JS Bank Limited	70	SILK	Silkbank Limited
13	BIPL	Bankislami Pakistan Limited	42	KAPCO	Kot Addu Power Company Limited	71	SNBL	Soneri Bank Limited
14	BOP	The Bank of Punjab	43	LOTCHM	Lotte Chemical Pakistan Limited	72	SNGP	Sui Northern Gas Pipelines Limited
15	BYCO	Byco Petroleum Pakistan Limited	44	LPL	Lalpur Power Limited	73	SSGC	Sui Southern Gas Company Limited
16	CHCC	Cherat Cement Company Limited	45	LUCK	Lucky Cement Limited	74	STCL	Shabbir Tiles & Ceramics Limited
17	DCL	Dewan Cement Limited	46	MCB	MCB Bank Limited	75	STPL	Siddiqsons Tin Plate Limited
18	DCR	Dolmen City REIT	47	MDTL	Media Times Limited	76	TELE	Telecard Limited
19	DGKC	D.G. Khan Cement Company Limited	48	MEBL	Meezan Bank Limited	77	TGL	Tariq Glass Industries Limited
20	DOL	Descon Oxychem Limited	49	MLCF	Maple Leaf Cement Factory Limited	78	TOMCL	The Organic Meat Company Limited
21	EFERT	Engro Fertilizers Limited	50	MUGHAL	Mughal Iron & Steel Industries Limited	79	TPL	TPL Corp Limited
22	ENGRO	Engro Corporation Limited	51	NBP	National Bank of Pakistan	80	TREET	Treet Corporation Limited
23	EPCL	Engro Polymer & Chemicals Limited	52	NCL	Nishat Chunian Limited	81	TRG	TRG Pakistan Limited
24	FABL	Faysal Bank Limited	53	NETSOL	NetSol Technologies Limited	82	UBL	United Bank Limited
25	FCCL	Fauji Cement Company Limited	54	NML	Nishat Mills Limited	83	UBLP-ETF*	UBL Pakistan Enterprise ETF*
26	FFBL	Fauji Fertilizer Bin Qasim Limited	55	NRL	National Refinery Limited	84	WAVES	Waves Singer Pakistan Limited
27	FFC	Fauji Fertilizer Company Limited	56	NRSL	Nimir Resins Limited	85	WTL	Worldcall Telecom Limited
28	FFL	Fauji Foods Limited	57	OGDC	Oil & Gas Development Company Limited	*Exchange Traded Fund		
29	GATM	Gul Ahmed Textile Mills Limited	58	PACE	Pace (Pakistan) Limited			