



HH MISBAH SECURITIES (PVT.) LTD.

TREC HOLDER
PAKISTAN STOCK EXCHANGE LTD.

CUSTOMER AGREEMENT FORM & ACCOUNT OPENING FORM

TREC No. _____ **037**

SECP Registration No. _____ **BRK-171**

CDS Participant I.D. _____ **05348**

UIN# _____ *Date:* _____

Sub A/c. No. _____ *Date:* _____

Reff. _____

HEAD OFFICE

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ہدایات برائے سرمایہ کار

- 2- کسی اسٹاک بروکر کو یہ اختیار نہیں کہ وہ اپنے ہر ٹریڈ کے حصص کو روٹی رکھ کر بینک سے قرضہ حاصل کرے۔ اگر سرمایہ کار اپنے حصص اسٹاک بروکر سے وصول نہیں کرتا تو وہ اپنے نقصان کا خطرہ مول لیتا ہے۔
- (ت) سرمایہ کاروں کو مشورہ دیا جاتا ہے کہ:
 - 1- پوری رقم ادا کر کے حصص خریدیں اور ان کا قبضہ فوری طور پر ضابطہ کی روٹی کے مطابق حاصل کریں۔ مارکیٹ میں باضابطہ کاروبار سے ہٹ کر دیگر طریقہ طریقہ کار کے تحت کی گئی سرمایہ کاری میں نقصان کا عملی احتمال ہے۔
 - 2- اگر سرمایہ کار ضرورت کے اندر اپنی ذمہ داری پوری نہیں کرتا تو اسٹاک بروکر کو اختیار حاصل ہے کہ وہ اپنی حفاظت کے لئے اس کے حصص مارکیٹ ریٹ پر فروخت یا خرید کر لے۔
- اگر سرمایہ کار نے اسٹاک بروکر کی وساطت سے سی ڈی سی کے ساتھ کوئی ذیلی اکاؤنٹ کھلا ہوا تو اس کو چاہیے کہ:
 - (1) کہ وہ سلیمینٹ کی تاریخ کے فوراً بعد اسٹاک بروکر سے سب اکاؤنٹ میں حصص کی منتقلی کے تحت خریدی تصدیق حاصل کرے۔
 - (ب) وقتاً فوقتاً اپنے حصص کی صورتحال معلوم کرتا رہے اور سی ڈی سی سے تصدیق بھی کراتا رہے۔
 - (ج) اس بات کی اجازت نہ دی جائے کہ اسٹاک بروکر آپ کے حصص کو روٹی رکھ کر بینک سے قرضہ حاصل کرے۔
- 3- سرمایہ کار کے لئے ضروری ہے کہ وہ جلد از جلد اپنا اکاؤنٹ CDC میں کھولے۔ جس سے اسکو سرمایہ کار میں تحفظ ملے گا۔
- 4- مطلوبہ ہوم ورک کریں اور سرمایہ کاری کے لئے ایسے مواقع شناخت کریں جو آپکی سرمایہ کاری کے تمام تر مقاصد کی روشنی میں موزوں ہوں۔

- 8- جہاں حصص سنٹرل ڈیپازٹری سسٹم کے تحت منہ دوں ہوں تمام خریداریوں کا قبضہ وصولی 14 دن کے اندر حاصل کیا جائے۔ اگر اسٹاک بروکر کی طرف سے حصص کے لین دین میں تاخیر ہو تو معاملہ فوری طور پر اسٹاک بروکر کے اٹیویشن کے علم میں لایا جائے۔
- 9- جہاں اسٹاک بروکر کا دفتر اسٹاک بروکر کی عمارت سے باہر ہی شہر یا کسی دوسرے شہر میں واقع ہو تو اسکی صورت میں ایسا دفتر اسٹاک بروکر کا باضابطہ ایجنٹ/لازامی قائم کر سکتا ہے اور ایسا دفتر کھولنے کا اجازت نامہ اسٹاک بروکر کے اٹیویشن سے حاصل کیا گیا ہو۔
- (ب) درج ذیل باتوں سے گریز کریں۔
 - 1- اپنی کوئی بھی رقم اسٹاک بروکر کے پاس محفوظ رکھنا یا **بدولہ کاروبار** کے طور پر بیع نہ کرنا سہ۔ لیکن سرمایہ کاری کی کوئی قانونی حیثیت نہیں ہونی اور منتقلی سرمایہ کار کی رقم ضائع ہونے کا بڑی حد تک اندیشہ رہتا ہے۔ البتہ COT (Carry Over Transaction Regulations) کے تحت بیک وقت خرید و فروخت کے سوردے کیے جاسکتے ہیں جس کی کنٹرولنگ خریدی طور پر حاصل کی جائے اور ادائیگی کے ساتھ شیئرنگ کی ذمہ داری حاصل کی جائے۔
 - 2- مارکیٹ میں پمپلی ہوئی افواہوں پر اعتبار نہ کریں اور ہمیشہ کچھ بوجھ کے ساتھ سرمایہ کاری کے فیصلے کریں۔ سرمایہ کاری کی ذمہ داری اور ان سے وابستہ خطرات کو چھٹی طرح سمجھ لیں۔ جہاں تک ممکن ہو سرمایہ کار تمام مالیاتی کو شعوروں کا چھٹی طرح مطالعہ کریں۔ سرمایہ کاری کرنے سے پہلے ماہرین مشورہ بھی حاصل کریں۔
- (پ) ان باتوں سے خبردار رہیں۔
 - 1- اسٹاک بروکر کی عمارت کے باہر واقع تمام فائر جو منتقلی اسٹاک بروکر اور اسٹاک بروکر کے باضابطہ اجازت کے بغیر کھولے گئے ہوں قانوناً حصص کا کاروبار کرنے کے اجازت نہیں۔ ان ذمہ داریوں کی گئی سرمایہ کاری کو قانونی تحفظ نہیں اور اس میں نقصان کا اندیشہ ہے۔

- 1- خرید و فروخت کے تمام آرڈرز تحریر میں ہوں اور ان کا ریکارڈ رکھا جائے۔
- 2- اگر آرڈرز بذریعہ ٹیلیفون دیئے جائیں تو ان کی تحریری تصدیق جلد از جلد اسٹاک بروکر سے حاصل کر لیں۔
- 3- خرید و فروخت کی تحریری تصدیق ہمیشہ ترجیحاً اسی دن حاصل کر لیں۔
- 4- تمام ادائیگی بصورت چیک/پے آرڈر/ڈیڈنڈے/ڈرافٹ وغیرہ ہونی چاہئے جو اسٹاک بروکر (ایجنٹ کے نمبر) کے نام ہوں اور ان کی رسیدیں حاصل کی جائیں۔ کوئی بھی ادائیگی کسی اسٹاک بروکر کے ملازم یا اس کے ایجنٹ کے نام نہیں ہونی چاہئے۔ نقد ادائیگی کی صورت میں یقینی بنائیں کہ اسٹاک بروکر سے رسید ذاتی طور پر حاصل کی جائے کوئی دوسری رسید جائز اور قانونی تصدیق نہیں کی جاتی۔
- 5- تمام وصولیاں بذریعہ چیک/پے آرڈر/ڈیڈنڈے/ڈرافٹ وصول کی جائیں جسے صرف اسٹاک بروکر جاری کرے۔ کوئی ایجنٹ یا کوئی اور شخص ادائیگی کا اجازت نہیں۔
- 6- اگر سرمایہ کار کسی اسٹاک بروکر کے ایجنٹ کے ساتھ لین دین کر رہا ہو تو اس صورت میں وہ ایجنٹ یا ملازم قانونی طور پر اجازت نامہ سرمایہ کار سے تصدیق نامے/ڈیڈنڈے یا کوئی دیگر نامی اسٹیٹمنٹری پوری جائیں جس پر اسٹاک بروکر کا قاعدہ نامہ چھپا ہوا ہو۔
- 7- حصص کے لین دین کا قاعدہ اندراج کیا جائے اور اس کا ریکارڈ رکھا جائے۔

یکویٹی ریٹرن ایڈجسٹمنٹ کیشن آف پاکستان نے اکثر حصص کیسے سرمایہ کاری سے متعلق فیصلوں یا اسٹاک بروکر کے ساتھ لین دین کرتے وقت احتیاط اور توجہ سے کام نہیں لیتے۔ اس غیر متعلقہ طریقہ کار کی وجہ سے عموماً تنازعات پیدا ہوتے ہیں جن کی وجہ سے سرمایہ کار غیر محفوظ ہوتے ہیں اور شکایات جنم لیتی ہیں۔ سرمایہ کاروں کے مفادات کے تحفظ کیلئے مندرجہ ذیل سفارشات شائع کی جارہی ہیں۔

(الف) براہ کرم اس بات کو یقینی بنائیں کہ۔



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PAKISTAN STOCK EXCHANGE LTD.
 ROOM NO. 96-97, 2ND FLOOR
 PAKISTAN STOCK EXCHANGE BUILDING, KARACHI-74000

Broker Registration No. **BRK-171**

ACCOUNT OPENING FORM

NOTE 1: EACH AND EVERY COLUMN MUST BE FILLED IN
NOTE 2: EACH PAGE OF THIS FORM WILL BE DULY SIGNED BY THE ACCOUNT HOLDER(S) AND THE BROKER

NATURE OF ACCOUNT

ACCOUNT :

SIGNLE: JOINT: CLIENT ID/ACCOUNT NO. _____
 COMPANY: FIRM CDC ACCOUNT NO. _____

ACCOUNT HOLDER

JOINT ACCOUNT HOLDER (1)

ACCOUNT TITLE/NAME: _____
 NAME: _____
 ADDRESS: _____

 TEL: _____
 E-MAIL: _____
 FAX NO: _____
 PERMANENT / REGISTERED ADDRESS: _____

ACCOUNT TITLE/NAME: _____
 NAME: _____
 ADDRESS: _____

 TEL: _____
 E-MAIL: _____
 FAX NO: _____
 PERMANENT / REGISTERED ADDRESS: _____

For Individuals only:

DATE OF BIRTH: _____
 NATIONALITY: _____
 STATUS: _____ RESIDENT _____ NO-RESIDENT
 GENDER: _____ MALE: _____ FEMALE
 FATHER'S / HUSBAND'S NAME: _____
 C.N.I.C. NO. _____
 (IN CASE OF NON RESIDENT PASSPORT NO.)
 OCCUPATION _____

For Individuals only:

DATE OF BIRTH: _____
 NATIONALITY: _____
 STATUS: _____ RESIDENT _____ NO-RESIDENT
 GENDER: _____ MALE: _____ FEMALE
 FATHER'S / HUSBAND'S NAME: _____
 C.N.I.C. NO. _____
 (IN CASE OF NON RESIDENT PASSPORT NO.)
 OCCUPATION _____

For Companies or Firms only:

Company Registration No. _____
 STATUS _____ RESIDENT _____ NON-RESIDENT

BOARD RESOLUTION DATE _____ ATTACHED
 AS ANNEXURE 'A'.

✗ Main Applicant ✓ Joint Applicant 1 ✓ Joint Applicant 1 ✓ Joint Applicant 1 _____ Signature of Broker

Note: Signature on "✗" is mandatory, and "✓" for joint account holder(s)



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Broker Registration No. BRK-171

JOINT ACCOUNT HOLDER (2)

JOINT ACCOUNT HOLDER (3)

ACCOUNT TITLE/NAME: _____
 NAME: _____
 ADDRESS: _____

 TEL: _____
 E-MAIL: _____
 FAX NO: _____
 PERMANENT / REGISTERED ADDRESS: _____

ACCOUNT TITLE/NAME: _____
 NAME: _____
 ADDRESS: _____

 TEL: _____
 E-MAIL: _____
 FAX NO: _____
 PERMANENT / REGISTERED ADDRESS: _____

For Individuals only:

For Individuals only:

DATE OF BIRTH: _____
 NATIONALITY: _____
 STATUS: _____ RESIDENT _____ NO-RESIDENT
 GENDER: _____ MALE: _____ FEMALE
 FATHER'S / HUSBAND'S NAME: _____
 C.N.I.C. NO. _____
 (IN CASE OF NON RESIDENT PASSPORT NO.)
 OCCUPATION _____

DATE OF BIRTH: _____
 NATIONALITY: _____
 STATUS: _____ RESIDENT _____ NO-RESIDENT
 GENDER: _____ MALE: _____ FEMALE
 FATHER'S / HUSBAND'S NAME: _____
 C.N.I.C. NO. _____
 (IN CASE OF NON RESIDENT PASSPORT NO.)
 OCCUPATION _____

✗ _____ ✓ _____ ✓ _____ ✓ _____ _____
 Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on "✗" is mandatory, and "✓" for joint account holder(s)

Declaration of Solvency

The Account Holder hereby declares that:

- a) It has not applied to be adjudicated as an insolvent and that it has not suspended payment and that we have not compounded with our creditors;
- b) It is not un-discharged insolvent; and
- c) It has not been declared defaulter in repayment of loan of a bank/financial institutions

Names of Authorised Persons to Operate The Account

The account shall be operated by the following:

<u>Names</u>	<u>Specimen Signature</u>	<u>Singly/Jointly</u>
a) _____	x _____	_____
b) _____	✓ _____	_____
c) _____	✓ _____	_____

The authority of the person(s) authorized to operate the account will be clearly spelled out in the letter of authorization from the Account Holder.

MARGIN DEPOSIT

The Account Holder(s) hereby undertakes to deposit and maintain _____ % margin against his/her/their outstanding trades/exposure for the purpose of trading in his/her/their account. The broker shall notify the Account Holder(s) about any change in the above margin requirements **for the already executed trades** at least 3 days prior to the implementation of the revised margin requirements.

CLIENT BANK DETAILS : (OPTIONAL)

ACCOUNT(S) WITH OTHER BROKER(S) OPTIONAL

NAME OF THE BANK _____
 SAVINGS/CURRENT A/C. NO. _____
 BRANCH ADDRESS _____

NAME OF THE BROKER(S)	MEMBER EXCHANGE	CLIENT ID / ACCOUNT

NOMINATION:

(In the event of death of the Account Holder, the nominee shall be entitled to receive securities/cash available in the account of the account holder after set-off against losses/liabilities in the account.)

NAME OF NOMINEE: _____ RELATION : _____ SURNAME: _____

NIC NUMBER : _____

DATE OF BIRTH _____ (DD/MM/YYYY)

POSTALE ADDRESS _____

TEL: _____ E-MAIL: _____

SPECIAL TERMS AND CONDITIONS

x _____
Main Applicant
✓ _____
Joint Applicant 1
✓ _____
Joint Applicant 1
✓ _____
Joint Applicant 1
_____ Signature of Broker

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

SPECIAL TERMS AND CONDITIONS

The terms and conditions set herein below shall be equally binding on the Broker and the Account Holder(s).

1. All transactions between the parties shall be subject to the Articles, Rules and Regulations of the Exchange, revised policies, Board Directions and new regulations to be framed in pursuance of Section 34 of the Securities and Exchange Ordinance 1969. Moreover, all applicable provisions of the Securities and Exchange Ordinance 1969 read with the Securities and Exchange Commission of Pakistan Act 1997, Brokers and Agents Registration Rules 2001, Securities and Exchange Rules 1971 and all directions/directives passed from time to time to regulate the trade between the parties and to regulate Brokers conduct and the Central Depository Companies of Pakistan Act 1997, Rules framed there under and the National Clearing and Settlement System Regulations and any other law for the time being in force. The Broker shall ensure provision of copies of all the above Laws, Rules and Regulations at his office for access to the Account Holder(s) during working hours.
- 1(a). In case any dispute in connection with the trade or transaction between the Broker and the Account Holder is not settled amicably, either party may refer the same to arbitration in accordance with the provisions of General Regulations of the Exchange, which shall be binding on both the parties. The Account Holder hereby agrees that he would have no objection if his name and other relevant particulars are placed on Exchange’s database accessible by TREC Holder of the Exchange if he fails or refuses to abide by or carryout any arbitration award passed against him in his dispute with the Broker.
2. The amount deposited as security margin by the Account Holder(s) with the Broker shall only be used for the purposes of dealings in securities, such as trading and/or settlement of deliveries of securities **on behalf of Account Holder(s). The Broker shall not use such amounts for his own use.**
- 2(a). The credit amount of the Account Holder(s) shall be kept by the broker in a separate bank account titled “Account Holder / Client Account” and shall not be used by the broker for his own business.
- 3.(1) The Broker shall be authorized to act on the verbal instructions of the Account Holder(s). The Broker shall provide a written confirmation of the executed transactions as required under rule 4(4) of the Securities and Exchange Rules, 1971, and all such transactions recorded by the Broker in his books shall be conclusive and binding upon the Account Holder(s), which shall not be questioned by him/her/they, subject to clause 5 below.

Or;

- 3.(2).The Account Holder(s) shall give written instructions for the sale/purchase of securities to the Broker. The Account Holder(s) shall not give any verbal/oral instructions. The Broker shall provide a written confirmation of the executed transactions as required under rule 4 (4) of the Securities and Exchange Rules, 1971, and all such transactions recorded by the Broker in his books shall be conclusive and binding upon the Account Holder(s), which shall not be questioned by him/her/they, subject to clause 5 below.

The Account Holder(s) opt. for _____ Signature: **x** _____

4. The Broker shall provide the confirmation of the executed transactions to the _____ (Name of Account Holder) at the above stated address by means of acceptable mode of communication or by hand subject to acknowledgement receipt as noted in clause 16.
5. In case there are any error(s) in the daily confirmation statement, the Account Holder(s) shall report the same to the Broker within one-business day of the receipt of confirmation. In case the Account Holder(s) do not repond within one business day of the receipt of the said daily confirmation statement, the confirmation statement shall be deemed conclusively accepted by the Account Holder(s).
6. In the event that the Account Holder(s) fail(s) to deposit additional cash or securities as margin within one business day of the margin call (in writing), the Broker shall have absolute discretion to and, without further notice to Account Holder(s), liquidate the Account Holder(s) outstanding positions, including the securities purchased and carried in such account, so that the margin is maintained at the required level.

x _____ **✓** _____ **✓** _____ **✓** _____ _____
 Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on “x” is mandatory, and “✓” for joint account holder(s)

7(a). **The Broker shall be responsible to ensure delivery of CDC eligible securities in the CDC account of the Account Holder(s) subject to full payment by the Account Holder(s). In case of companies which are not on the CDS, the Broker shall ensure delivery of physical shares along with verified transfer deeds against payments, to the Account Holder(s).** Further, the Broker shall be responsible for the payment of any credit cash balance available in the account of the Account Holder preferably inform of A/c Payee cross cheque only within 1 business day of the request of the Account Holder(s) (subject to the maintenance of the margin requirements).

7(b). In the event of non-receipt of payment from the Account Holder on settlement day against securities bought on account of the Account Holder, the Broker may transfer such securities to his Collateral Account under intimation to the Exchange, after complying with the requirements as mentioned in the General Regulations of the Exchange.

8. The Broker shall accept from the Account Holder(s) payments through "A/c Payee Only" crossed cheque, bank drafts, pay orders or other crossed banking instruments in case of amounts in excess of Rs. 25,000/-. Electronic transfer of funds to the Broker through banks would be regarded as good as cheque. The Broker shall be responsible to provide the receipt to the Account Holder(s) in the name of the Account Holder(s) duly signed by authorized agents/employee of the Broker and the Account Holder(s) shall be responsible to obtain the receipt thereof. In case of cash dealings, proper receipt will be taken and given to the Account Holder(s), specifically mentioning if payment is for margin or the purchase of securities. The broker shall immediately deposit in its bank account all cash received in whole i.e. no payments shall be made from the cash received from clients. However, in exceptional circumstances, where it becomes necessary for Broker to accept cash in excess of Rs. 25,000/-, the Broker shall immediately report within one business day such instances with rationale thereof to the Exchange in accordance with the mechanism prescribed by the Exchange.

The broker shall immediately deposit in its bank account all cash received in whole i.e. no payments shall be made from the cash received from clients

9. The Broker shall make all the payments of Rs. 25,000/-and above, through crossed cheques / bank drafts / pay orders or any other crossed banking instruments showing payment of amount from their business bank account. Copies of these payment instruments including cheques, pay orders, demand drafts and online instructions shall be kept in record for a minimum period of five years.

10. The Account Holder(s) shall have a right to obtain a copy of his/her or their ledger statement under official seal and signature of the Broker or his authorized representative on a periodic basis. In case of any discrepancy in the ledger statement, the Account Holder'(s) shall inform the Broker within 1 day of receipt of the ledger statement to remove such discrepancy.

11. The Account Holder(s) shall operate the account and execute transactions himself/herself/themselves unless the Account Holder(s) authorize Mr./Mrs./-----I.D. No.----- to transact in the account. All transactions executed by the authorized person shall be binding upon the Account Holder(s).

12. For Joint Account Holders Only:

12.(1).We the Account Holder shall operate the account jointly or severally and the instructions issued either jointly or severally shall be binding on us as well as upon the Broker in respect of the joint titled account.

Or:

12. (2) Person for operating the joint account or issuing any instructions relating thereto.

Account Holder(s) opt. for _____ Signature : _____

_____ _____ _____ _____ _____
 Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

13. The Broker shall be responsible to append a list of his authorized agents/*traders* and *designated employees, who can deal with the Account Holder(s)*, with this account opening form and a copy of both the opening form and the list will be provided to the Account holder(s). Any change therein shall be intimated in writing to the Account Holder(s) with immediate effect.
14. The Broker shall debit the account of the Account Holder(s) for the commission charges or any other charges in connection with the brokerage services rendered, which shall be clearly detailed in the ledger statement/daily confirmations.
15. The Broker shall not disclose the information of the transactions of the Account Holders to any third party and shall maintain the confidentiality of this information. However, in case the Exchange or the Commission as the case may be requires any such information, the Broker shall be obliged to disclose the same for which the Account Holder(s) shall not raise any objection whatsoever.
16. In case a Broker converts his individual membership rights to corporate membership and vice versa the agreement and conditions laid down herein above shall remain effective unless otherwise agreed by the parties.
17. Acceptable mode of communication between the Account Holder(s) and the Broker shall be through letter (courier / registered post / fax / E-mail) or by hand subject to receipt / acknowledgment. The onus of proving that the e-mail has been received by the recipient shall be on the sender sending the e-mail. Confirmation of orders to clients made through fax or e-mail will have a time record.
18. All orders received telephonically and placed on KATS shall be supported by recording on dedicated telephonic lines, preferably connected with a computerized taping system so as the orders could possibly be sorted on UIN basis and made user friendly.
19. In case of change of address or contact numbers of either party, the concerned party shall immediately notify the other party of the changes in writing.
20. I/We, the Account Holder(s) acknowledge receipt of this account opening form (signed here by me/us in duplicate) along with the copies of all the annexures and I/We, the Account Holder(s) also undertake that I/We have understood all the above terms and conditions of this agreement which are acceptable to me/us.
21. I/We, the Account Holder(s) understand that the shares trading business carries risk and subject to the due diligence on part of the broker I/We may incur losses for which I/We, the Account Holder(s) shall not hold the Broker responsible.
22. I/We, the Account Holder(s) further confirm that all information given in this application is true and complete and hereby authorize the Broker to verify and information mentioned above.
23. The Account Holder further agree to make payments by "A/c Payee only" cheque and obtain receipt thereof in his/her/their name duly signed by authorized employee. The Account Holders understand that for any payment made other than the above agreements, the Account Holders shall not hold the Company responsible.
24. The Account Holder understand that company is not carrying on any money lending/borrowing business. The Account holder agree that he/she/they will not make any payment to the company for that purpose. The Account Holder further understand that Company has not authorized any employee/person/agent to collect payment for money lending/borrowing purpose and if the Account holder make any payment for that purpose, he/she/they shall not hold the company responsible. Also Account holder agree that any receipt issued by any employee/person/agent on behalf of the company

✕ _____ ✓ _____ ✓ _____ ✓ _____ _____
 Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on "✕" is mandatory, and "✓" for joint account holder(s)

against money lending/borrowing have no legal binding on the company.

25. The Account Holder hereby undertake that any physical shares/securities purchased through the company will be lodged for transfer by him/her/them within 7 business days. Account holder further understand that in case of any defect in title of these physical shares/securities, the rules of Pakistan Stock Exchange Ltd. will be binding upon both the parties.
26. The Account Holder undertake to identify any error/mistake/discrepancy/dispute regarding the transactions/ledger balance within one business day of receiving the trade confirmation/ledger statement. The Account holder agrees that such letters will be addressed to the Chief Executive and he/she/them will seek written acknowledgement of the receipt of the letter.
27. The company is authorized to revise the required margin for trading in shares at any time without any notice to the Account Holder(s). However any change in the required margin for already executed trades will be notified to the Account Holder(s) at least 3 days prior to the implementation.
28. The Company undertake to miantain ledger Account of the Account Holder(s) which Clearly details Commission/other charges. The Account Holder(s) will have the option to seek ledger Account with or without detailed Commission / other charges.
29. Revocation of the letter of Authority of the Authorized Representative shall only be recorded in writing by letter manually signed by 'The Account Holder and in case of a joint account, by both the joint Account Holders and delivered by hand or by courier service or registered post. All order executed and transactions effectuated up to the time of the receipt of the revocation letter by the Broker shall be binding upon the Account Holder(s).
30. In the event of delay in giving physical or CDC delivery in respect of sale transactions by the Account Holder for whatever reason, the Account Holder will be solely responsible for any losses in squaring up the transactions and charges levied by PSX of NCCPL to square up the transaction/s . The broker will debit all such amounts to the Account Holder Account without any prior notice to the Account Holder(s).

31. **Special Terms and Conditions for Online Trading:**

In case On-line trading facility is allowed to the Account Holder(s), the following additional terms and conditions will become applicable:-

- A. A Password or PIN will be issued to the Account Holder(s) by Broker as the Account Holder(s)' Personal identification Number or Code to enable the Account Holder(s) to have an access to and use this Account for On-line Trading. The Account Holder(s) shall not disclose the Password/PIN to any person and shall take every reasonable precaution to prevent discovery of the Password/PIN by any other person.
- B. The Broker may electronically transfer delivery of confirmation, statements and other notices in connection with Electronic/On-line Trading. It shall be the responsibility of the Account Holder(s) to review, upon receipt of e-mails, confirmation statements, notice margin and maintenance calls whether delivered by mail, e-mail or terminals at its own discretion. If the Password/PIN is disclosed to any third party the Account Holder(s) should immediately notify the same to the Broker. The Account Holder(s) will immediately notify the Broker of any loss, theft or unauthorized use of his/her/their/its Password, account number and Password/PIN. The Account Holder(s) shall immediately notify and change in his/her/its/their e-mail or other address as mentioned in the Application Form.
- C. All risk connected and involved with Electronic/On-line Trading will be assumed fully by the Account Holder(s). Neither the Broker, nor any directors or officers would be responsible or liable in any manner for any losses or damages

Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

that may be suffered by the Account Holder(s), including those due to the misuse of the Account Holder(s)' Password or PIN, hacking of lines, outages and slowdowns in the internet connection, and piracy of the Account Holder(s) information and affairs by unscrupulous persons.

D(i) The Broker may at any time and from time to time require Additional Margin in the Account (in cash or Securities) before executing any Orders or undertaking any transactions through Electronic change mode. On-line Trading Facility on account of the Account Holder(s). The amount and timing may vary depending on factors solely at the Broker's discretion. The Broker shall have the right to liquidate the Account Holder(s)' trading position(s) if the Account Margin is insufficient at any time and the conditions of the Right to Set Off clause below shall apply.

D(ii) In the event that the Account Holders do not fully meet a settlement obligation or any other obligations of this Agreement, the Broker may at its discretion take action including but not limited to: liquidating of Securities or money from any of the Account Holders' the Brokers Accounts in which the Account Holders may have a financial interest. The Account Holders will be responsible for commissions and all costs and losses arising from these actions. Any profits realized from covering short positions and/or liquidations will be retained by the Broker. For its cover or protection, the Broker may without notice, by Securities, liquidate part or all of the Account Holders' Account, decline additional orders or instructions regarding the Account, and place restrictions against the Account Holders' Account. As a result of executing any instructions on behalf of the Account Holders, the Broker reserves the right to take any action, anytime before or after settlement date to reduce the Broker financial exposure.

E. The Broker may at its discretion elect with or without notice to square off the Account Holder(s) Account and make all obligations in the Account immediately due and payable by the Account Holder(s) without assigning any reason.

F. The Broker may assign a reference number to the Account Holder to use the Electronic Trading facility. The Broker shall not be deemed to receive any order through Electronic Trading until a reference number is assigned. The Broker shall not be liable if the Account Holder fails to receive a reference number, or to receive an official confirmation of trade or any discrepancies in account balance or positions unless the same is immediately notified in writing to the Broker.

G. The Broker may electronically transfer delivery of confirmation, statements and other notices in connection with Electronic Trading, It shall be the responsibility of the Account Holder to review, upon receipt e-mails, confirmation statements, notices margin and maintenance calls whether delivered by mail, e-mail or electronic terminals at its own discretion. Any information, confirmation, statements and other notices, which may be transmitted to the Account Holder electronically, shall also be considered to be delivered as a hard copy version. If the PIN/Password is disclosed to any third party the Account Holder should immediately notify the same to the Broker. The Account holder will immediately notify the Broker of any loss, theft, or unauthorized use of his password, account number and PIN/Password. The Account Holder shall immediately notify any change in its e-mail or other address as mentioned in the Application Form.

32. The Broker may assign a reference number to the Account Holder to use the Electronic Trading facility. The Broker shall not be deemed to receive any order through Electronic Trading until a reference number is assigned. The Broker shall not be liable if the Account Holder fails to receive a reference number, or to receive an official confirmation of trade or any discrepancies in account balance or positions unless the same is immediately notified in writing to the Broker.

33. The charges for custodial services will be intimated to the Account Holders by the Broker. If the Broker has been appointed as a Custodian, the Securities purchased for the Account Holders will be retained by the Broker on account of the Account Holders on payment of such charges.

34.(i) This Agreement shall come into effect upon the acceptance by the Broker of the Account Opening Form executed by the Account Holder(s) which shall be communicated verbally to the Account Holders. The Account Opening Form

 Main Applicant
 Joint Applicant 1
 Joint Applicant 1
 Joint Applicant 1
 Signature of Broker

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

38. The Broker will not be liable for losses incurred directly or indirectly by causes beyond its control, including but not limited to government restrictions, natural disasters, wars, strikes, and exchange or market rulings, interruptions of data processing services or communications, or disruptions in orderly trading on any market or Stock Exchange. The Account Holders assumes all market and specific risks of the investments made.
39. The market data the Broker receives and makes available to customers is from sources believed to be accurate and reliable. However, the Broker does not in any way warrant or guarantee its accuracy and can not be held liable for inaccuracies or interruptions in its availability.
- 40(i) The Broker shall not be responsible or liable for any error, omission or mistake appearing in the list of shares annexed to any bill of cost or for any consequences arising there from.
- 40(ii). The Broker shall not be liable for any fluctuation in the market prices of the Securities purchased or sold on account of the Account Holders for any reasons whatsoever and the net rates/prices of confirmations of sale or purchases shall be considered as the concluded final rates/prices binding upon both the parties.
- 40(iii). The Broker shall not be liable for any losses or damages to the Account Holders for any reason what so ever in respect of any actions done by The Broker or any other persons in pursuance of or in connection with this agreement.
- 40(iv) The Broker or any of its employees shall not be responsible if the Account Holder sustained any loss from his investment decisions.
41. I/We, the Account Holder(s) acknowledge receipt of this account opening form (signed here by me/us in duplicate) along with the copies of all the annexures and I/we, the Account Holder(s) also undertake that I/we have understood all the above terms and conditions of this agreement which are acceptable to me/us.
42. I/We the Account Holder(s) understand(s) that the shares trading business carries risk and subject to the due diligence on part of the Broker, I/we may incur losses for which I/we, the Account Holder(s) shall not hold the Broker responsible.
43. I/We, the Account Holder(s) further confirm that all information given in this application is true and complete and hereby authorize the Broke to verify any information mentioned above.

_____ x _____ ✓
 Signature of Broker Signature of Account Holder Signature of Joint Account Holder(s)

WITNESS: 1. _____ (CNIC# _____)
 2. _____ (CNIC# _____)

Opened by _____ Checked by: _____

Date _____

Enclosures (for individuals):

1. Attested copies of National Identity Card of the applicant.
2. Attested copies of National Identity Card of the Joint Holders and or Nominee(s) (if applicable).
3. Attested copies of passports of the applicant, Joint Holders and or Nominee(s) (in case of non-residents)
4. Copy of the letter of authorization from the Account Holder(s) of the person authorized to trade in my/our accounts (if other than the account holder).
5. A list of Transaction fee. Commission to be charged by the Broker and other CDC charges to be levied.

Enclosures (for corporate entities):

1. Certified true copy of Board Resolution (specimen provided as per Annexure 'A').
2. Certified true copies of Memorandum & Articles of Association.
3. List of authorized signatories.
4. List of nominated persons allowed to place orders.

x ✓ ✓ ✓ _____
 Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

Annexure-`A`

Board Resolution:

“RESOLVED that an application be made on behalf of -----
-----(name of entity) to----- (“broker”) for opening an Account and for the aforesaid purpose the Account Opening Form including Terms and Conditions as set out herein be executed on behalf of----- (name of entity).

FURTHER RESOLVED that Mr./Ms.-----and Mr./Ms.-----
----and on behalf of----- (name of entity) to sign and execute and deliver this Account Opening Form and Terms & Conditions and other documents in connection therewith, and to do any other act, deed or thing for and on behalf of -
----- (name of entity) in respect of company’s application for opening Account.

FURTHER RESOLVED that Mr./Ms.-----and Mr./Ms.-----be and are hereby authorized and empowered, either singly/jointly to represent to the broker on all matters pertaining to the maintenance and operation of the Account, to deal, liaise and correspond with broker and give instructions to fulfill all the responsibilities and obligations to broker under the Law, Rules and Regulations and the Terms and Conditions in relation to the Account from time to time, and to deal with other incidental and ancillary acts, things and deeds”.

Signatures of the Directors

1. _____
3. _____
6. _____

2. _____
4. _____

Date of Resolution: _____

✕ _____ ✓ _____ ✓ _____ ✓ _____ _____
Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Signature of Broker

Note: Signature on “✕” is mandatory, and “✓” for joint account holder(s)

To,

HH MISBAH SECURITIES (PVT.) LTD.
TREC HOLDER PAKISTAN STOCK EXCHANGE
KARACHI



Sub: AUTHORITY LETTER

Dear Sir,

In view of your customer agreement regarding nomination of authorized person/Agent. I / We hereby authorize Mr. _____ s/o. _____ to operate my / our trading Account and to collect all the shares, proceeds, bills, cheques on behalf of me / ourself and I / We also authorized the above mentioned to purchase, sale, deliver all the shares, proceeds, bills, cheques on behalf of me / ourself.

Thanking You,

Name (Client) _____

Name (Authorise Person) _____

C.N.I.C. No. _____

C.N.I.C. No. _____

Signature ✕ _____

Signature _____

To,

HH MISBAH SECURITIES (PVT.) LTD.
TREC HOLDER PAKISTAN STOCK EXCHANGE
KARACHI



Sub: CLSOING OF TRADING & CDC ACCOUNT

Dear Sir,

I shall be great full, if kindly close my account title _____

With N. I. C. # _____ - _____ - _____ As soon as possible. I have no claims, Losses, damages, costs, etc. arising out of the opening and maintenance of my / our - sub - account / group Account and / or servicing my / our orders by HH Misbah Securities (Pvt.) Ltd.

Thanking You,

Your Truly,

Name (Client) _____

Name (Authorise Person) _____

C.N.I.C. No. _____

C.N.I.C. No. _____

Signature _____

Signature _____



HH MISBAH SECURITIES (PVT.) LTD.
TREC HOLDER
THE PAKISTAN STOCK EXCHANGE LTD.
ROOM NO. 96-97, 2ND FLOOR, STOCK EXCHANGE BUILDING, KARACHI-74000

Respected Account Holder

Reference: Compliance of Rule 4 (4) of Securities and Exchange Rules 1971 & Rules 43 of “Rules for Ready Delivery Contracts” of The Pakistan Stock Exchange Limited.

Subject: Transmission of Daily Trade Confirmation Memo

As desired by you and with reference to above, we will be transmitting your Daily Trade Confirmation Memos, to you at following E-mail: address, This Service will be available to you without any cost.

Logon to Website : <http://www.hhm.mailxs.pk>

Enter Your User ID:

Enter Your Password:

Note: (Please Change Your Password on First Logon)

Thanking You ,

Truly yours,

For,
HH MISBAH SECURITIES (PVT.) LTD.

x

Signature of Account Holder/Authorised Person



HH MISBAH SECURITIES (PVT.) LTD.

SUB ACCOUNT OPENING FORM



HH MISBAH SECURITIES (PVT.) LTD.

TREC HOLDER PAKISTAN STOCK EXCHANGE LTD.
 ROOM NO. 96-97, 2ND FLOOR, PAKISTAN STOCK EXCHANGE BUILDING,
 STOCK EXCHANGE ROAD, KARACHI-74000
 TEL: 021-32429102-06, 021-32426936 & 38, FAX : 021-32426938
 E-MAIL : hh_misbahsecurities@hotmail.com

For official use of the Participant only	
Application Form No:	
CDS Participant ID:	05348
Sub-Account No:	
Trading Account No: (if applicable)	

SUB-ACCOUNT OPENING FORM FOR INDIVIDUALS

(Sub-Accounts are opened and maintained by Participants in accordance with the CDC Regulations made pursuant to Section 4 of the Central Depositories Act, 1997)

Nature of Account	Single	Joint
-------------------	--------	-------

(Please use **BLOCK LETTERS** to fill the form)

I/We hereby apply for opening of my/our Sub-Account under the Account Family of HH MISBAH SECURITIES (PVT.) LTD. (hereinafter referred to as "Participant") maintained in the Central Depository System ("CDS") of the Central Depository Company of Pakistan Limited ("CDC"). My/our particulars are given as under:

A. REGISTRATION (AND OTHER) DETAILS OF MAIN APPLICANT												
1. Full name of Applicant (As per CNIC / NICOP / Passport) MR. / MRS. / MS.												
2. Father's / Husband's Name:												
3. Contact Details of Main Applicant:												
(a) Permanent Address: (Address should be different from Participant's business address)												
(b) Mailing Address:												
(c) Contact No:				(d) Fax: (optional)				(e) Email: (*)				
• Land Line No.:												
• Local Mobile No. (*)												
4. Computerized National Identity Card No: (For resident Pakistani)												
5. Expiry date of CNIC:												
6. NICOP No: (For non-resident Pakistani)												
7. Expiry date of NICOP:												
8. Passport details: (For a foreigner or a Pakistani origin)				Passport Number:				Place of Issue:				
				Date of Issue:				Date of Expiry:				
9. Details of Contact Person: [Note: Contact Person shall not be the person other than the Main Applicant, any one of the Joint Applicant or their Attorney. Where Contact Person is the Main Applicant or any of the Joint Applicant, please only provide the name below. In case of Attorney, please provide details in (a) to (h) below]												
(a) Name: MR. / MRS. / MS.												
(b) Relationship/ association of the Attorney with the Main Applicant:												
(c) Address:												
(d) Computerized National Identity Card No:												
(e) Expiry date of CNIC:												
(f) Contact No:				(g) Fax: (optional)				(h) Email: (*)				
• Land Line No.:												
• Local Mobile No. (*)												
10. Share holder's Category: INDIVIDUAL												
11. (a) Occupation: [Please tick (X) the appropriate box]												
			AGRICULTURIST		BUSINESS		HOUSEWIFE		HOUSEHOLD			
			RETIRED PERSON		STUDENT		BUSINESS EXEC.		INDUSTRIALIST			
			PROFESSIONAL		SERVICE		OTHERS (specify)					
(b) Name of Employer / Business:						(c) Job Title / Designation:						
(d) Address of Employer / Business:												

*At least one field must be mandatorily filled.

Signatures:

_____ _____ _____ _____ _____
 Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Participant

Note: Signature on "X" is mandatory, and "✓" for joint account holder(s)

B. REGISTRATION (AND OTHER) DETAILS OF THE JOINT APPLICANT(S)													
PERSONAL INFORMATION – JOINT APPLICANT NO. 1													
1. Full name of Applicant (As per CNIC / NICOP / Passport) MR. / MRS. / MS.													
2. Father's / Husband's Name:													
3. Permanent Address: <i>(Address should be different from Participant's business address)</i>													
4. (a) Contact No: Land Line No.				Local Mobile No.				(b) Fax: (optional)			(c) Email:		
5. Computerized National Identity Card No: <i>(For resident Pakistani)</i>													
6. Expiry date of CNIC:													
7. NICOP No: <i>(For non-resident Pakistani)</i>													
8. Expiry date of NICOP:													
9. Passport details: <i>(For a Foreigner or a Pakistani origin)</i>				Passport Number:				Place of Issue:					
				Date of Issue:				Date of Expiry:					
10. (a) Occupation: <i>[Please tick (X) the appropriate box]</i>				AGRICULTURIST		BUSINESS		HOUSEWIFE		HOUSEHOLD			
				RETIRED PERSON		STUDENT		BUSINESS EXEC.		INDUSTRIALIST			
				PROFESSIONAL		SERVICE		OTHERS (specify)					
(b) Name of Employer / Business:							(c) Job Title / Designation:						
(d) Address of Employer / Business:													
PERSONAL INFORMATION – JOINT APPLICANT NO. 2													
1. Full name of Applicant (As per CNIC / NICOP / Passport) MR. / MRS. / MS.													
2. Father's / Husband's Name:													
3. Permanent Address: <i>(Address should be different from Participant's business address)</i>													
4. (a) Contact No: Land Line No.				Local Mobile No.				(b) Fax: (optional)			(c) Email:		
5. Computerized National Identity Card No: <i>(For resident Pakistani)</i>													
6. Expiry date of CNIC:													
7. NICOP No: <i>(For non-resident Pakistani)</i>													
8. Expiry date of NICOP:													
9. Passport details: <i>(For a Foreigner or a Pakistani origin)</i>				Passport Number:				Place of Issue:					
				Date of Issue:				Date of Expiry:					
10. (a) Occupation: <i>[Please tick (X) the appropriate box]</i>				AGRICULTURIST		BUSINESS		HOUSEWIFE		HOUSEHOLD			
				RETIRED PERSON		STUDENT		BUSINESS EXEC.		INDUSTRIALIST			
				PROFESSIONAL		SERVICE		OTHERS (specify)					
(b) Name of Employer / Business:							(c) Job Title / Designation:						
(d) Address of Employer / Business:													
PERSONAL INFORMATION – JOINT APPLICANT NO. 3													
1. Full name of Applicant (As per CNIC / NICOP / Passport) MR. / MRS. / MS.													
2. Father's / Husband's Name:													
3. Permanent Address: <i>(Address should be different from Participant's business address)</i>													
4. (a) Contact No: Land Line No.				Local Mobile No.				(b) Fax: (optional)			(c) Email:		
5. Computerized National Identity Card No: <i>(For resident Pakistani)</i>													
6. Expiry date of CNIC:													
7. NICOP No: <i>(For non-resident Pakistani)</i>													
8. Expiry date of NICOP:													
9. Passport details: <i>(For a Foreigner or a Pakistani origin)</i>				Passport Number:				Place of Issue:					
				Date of Issue:				Date of Expiry:					
10. (a) Occupation: <i>[Please tick (X) the appropriate box]</i>				AGRICULTURIST		BUSINESS		HOUSEWIFE		HOUSEHOLD			
				RETIRED PERSON		STUDENT		BUSINESS EXEC.		INDUSTRIALIST			
				PROFESSIONAL		SERVICE		OTHERS (specify)					
(b) Name of Employer / Business:							(c) Job Title / Designation:						
(d) Address of Employer / Business:													

Signatures:

Main Applicant
Joint Applicant 1
Joint Applicant 1
Joint Applicant 1
Participant

Note: Signature on "X" is mandatory, and "✓" for joint account holder(s)

C. OTHER INFORMATION													
1. Dividend Mandate [Please tick (✓) the appropriate box]				<input type="checkbox"/>	Yes	<input type="checkbox"/>	No	If yes, please provide following details:					
(a) Account Title:						(b) Account No:							
(c) Name of Bank:						(d) Branch:							
(e) Address:													
2. National Tax No: (Optional)													
3. Nationality:													
4. Residential Status [Please tick (✓) the appropriate box]				<i>Resident</i>	<i>Non-Resident</i>	<i>Repatriable</i>	<i>Non-Repatriable</i>						
Pakistani				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>						
Pakistani Origin				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>						
Foreign National				<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>						
5. If you are maintaining any Special Convertible Rupee Account ("SCRA"), please provide details in (a) to (c):				(a) SCRA Account No:			(b) Bank Name:						
				(c) Branch Details:									
6. Zakat Status:				Please tick (✓) the appropriate box									
(If, according to the Fiqh of the Applicant(s), Zakat deduction is not applicable, then relevant Declaration on prescribed format shall be submitted with the concerned Issuer and the Participant)				<input type="checkbox"/> Muslim Zakat payable									
				<input type="checkbox"/> Muslim Zakat non-payable									
				<input type="checkbox"/> Non-Muslim									
				<input type="checkbox"/> Not Applicable									
7. Particulars of nominee (Optional but if desired, nomination should only be made in case of sole individual and not joint account) [In case of death of Sub-Account Holder: Nomination may be made in terms of requirements of Section 80 of the Companies Ordinance, 1984, which inter alia requires that person nominated as aforesaid shall not be a person other than the following relatives of the Sub-Account Holder, namely: a spouse, father, mother, brother, sister and son or daughter, including a step or adopted child.]				(a) Name of Nominee:									
				(b) Father's/Husband's Name:									
				(c) Relationship with Main Applicant: [Please tick (✓) appropriate box]				<input type="checkbox"/>	Spouse	<input type="checkbox"/>	Father	<input type="checkbox"/>	Mother
								<input type="checkbox"/>	Brother	<input type="checkbox"/>	Sister	<input type="checkbox"/>	Son*
								<input type="checkbox"/>	Daughter*	* Including step or adopted child			
				(d) Address:									
				(e) CNIC No: (in case of a resident Pakistani)									
				(f) Expiry date of CNIC:									
				(g) NICOP No: (in case of a non-resident Pakistani)									
				(h) Expiry date of NICOP:									
				(i) Passport details: (In case of a foreigner or a Pakistani origin)				Passport Number:		Place of Issue:		Date of Issue:	
								Date of Expiry:		(j) Contact No:		(k) Fax: (optional)	
(l) E-mail: (optional)													
D. CDC SMS / IVR/ WEB SERVICES ("CDC access")													
CDC provides FREE OF COST services under CDC access whereby sub-account holders can have real time access to their account related information.													
1(a). SMS or eAlert/eStatement is a mandatory service, where alerts are sent whenever certain activities take place in a sub-account. eStatement is a service where your account balance statement will be electronically transmitted to your email address. Please subscribe to either SMS or eAlert/eStatement service as a mandatory requirement. You can also subscribe to both the services.													
Short Messaging Service (SMS)				Mobile No.(+)			† of Contact Person as provided in Part A or Part B of this Form, as the case may be.						
eAlert / eStatement Service				Email Address (+)									
1(b). If you have subscribed for eStatement, please specify the frequency of eStatement: [Please tick (✓) the appropriate box]				Monthly	<input type="checkbox"/>	Quarterly	<input type="checkbox"/>						
2. Do you wish to subscribe to free of cost IVR Service? [Please tick (✓) the appropriate box]				<input type="checkbox"/>	Yes	<input type="checkbox"/>	No						
3. Do you wish to subscribe to free of cost Web Service? [Please tick (✓) the appropriate box]				<input type="checkbox"/>	Yes	<input type="checkbox"/>	No						
4. If you are subscribing to IVR and/or Web Service, please provide following details of your Contact Person:													
(a) Date of Birth (DD / MM / YYYY)				/	/								
(b) Mother's Maiden Name:				(c) Email Address (of Contact Person as provided in Part A or Part B of this Form, as the case may be):									

x _____
✓ _____
✓ _____
✓ _____

Main Applicant
Joint Applicant 1
Joint Applicant 1
Joint Applicant 1
Participant

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

E. SUB-ACCOUNT OPERATING INSTRUCTIONS							
1. Signatory(ies) to give instruction to the Participant pertaining to the operations of the Sub-Account. <i>(Please specify sub-account operating instructions in the relevant column along with names and specimen signatures of authorised signatories)</i>	Names of Signatory(ies)				Specimen Signatures		
	(a)					✗	
	(b)					✓	
	(c)					✓	
	(d)					✓	
2. Sub-Account Operating Instructions: [Please (✓) appropriate box]	<input type="checkbox"/>	Either (Singly) or Survivor			<input type="checkbox"/>	Attorney	
	<input type="checkbox"/>	Jointly [any] _____			<input type="checkbox"/>	Any other	
					Please specify:		
F. BANK VERIFICATION							
The following information is required to be verified by the Bank Manager only where the Main Applicant is maintaining bank account:							
Particulars of Main Applicant:							
Bank Account Title:	CNIC No:						
Bank Account No:							
Address of Applicant:							
Signature of Applicant: ✗							
We do hereby verify the above particulars and signature of our above account holder:							
Particulars of Bank Manager / Authorized Officer:							
Name:			Contact No(s):				
E-mail:			Signature & Rubber Stamp:				
G. AUTHORIZATION UNDER SECTIONS 12 AND 24 OF THE CDC ACT EXCLUSIVELY FOR SETTLEMENT OF UNDERLYING TRADES INCLUDING PLEDGE AND RECOVERY OF CHARGES AND LOSSES							
<p>I/we the undersigned, hereby give my/our express authority to the Participant under Section 12 and Section 24 of the Central Depositories Act, 1997 to handle Book-entry Securities beneficially owned by me/us and entered in my/our Sub-Account maintained with the Participant for securities transactions that are exclusively meant for the following purposes:</p> <ol style="list-style-type: none"> For the settlement of any underlying market transactions (trades) including off market transactions made by me/us from time to time; For pledge securities transactions with any Stock Exchange or a Clearing Company relating to any of my/our underlying market transactions (trades) to be settled through the Clearing Company from time to time; For, Where applicable, pledging of our Securities only with a Stock Exchange in a accordance with the requirements of regulations of such Stock Exchange for meeting any shortfall in the margin and/or mark-to-market losses requirements of the participant and/or other Sub-Account Holders of participant; For the recovery of payment against any underlying market purchase transactions made by me/us from time to time; Movement by me/us from time to time of my/our Book-entry Securities from my/our Sub-Account under the Main Account under the control of the Participant to my/our Sub-Account under another Main Account under the control of the Participant or to my/our Sub-Account under any Main Account which is under the control of another Participant or to my/our Investor Account; Securities transactions which has been made by way of a gift of Securities by me/us to my/our Family Members or other persons in accordance with the CDC Regulations from time to time; Securities transactions pertaining to any lending or borrowing of Securities made by me/us from time to time in accordance with the CDC Regulations; For the recovery of any charges or losses against any or all of the above transactions carried out by me/ us or services availed; and/or Delivery Transaction made by me/us for any other purposes as prescribed by the Commission from time to time. <p>Specific authority on each occasion shall be given by me/us to the Participant for handling of Book-entry Securities beneficially owned by me/us for all other purposes as permitted under the applicable laws and regulations.</p> <hr/> <p>Note: Please note that above shall serve as a one-time fixed authorization to the Participant for handling of Book-entry Securities owned by the undersigned Sub-Account Holder(s) and entered in his/her/their Sub-Account maintained with the Participant. Handling of Book-entry Securities for all other purposes should however require specific authority in writing from the undersigned Sub-Account Holder(s) in favour of the Participant. For handling of Book-entry Securities worth Rs. 500,000/- and above, the above mentioned specific authority shall be obtained on non-judicial stamp paper.</p>							

✗ _____ Main Applicant
 ✓ _____ Joint Applicant 1
 ✓ _____ Joint Applicant 1
 ✓ _____ Joint Applicant 1
 _____ Participant

Note: Signature on "✗" is mandatory, and "✓" for joint account holder(s)

DECLARATION & UNDERTAKING

I/We, the undersigned, hereby declare that:

- a) I/We am/are not minor(s);
- b) I/We am/are of sound mind;
- c) I/We have not applied to be adjudicated as an insolvent and that I/We have not suspended payment and that I/We have not compounded with my/our creditors;
- d) I/We am/are not an undischarged insolvent;
- e) I/We confirm having read and understood the above Terms and Conditions and I/We hereby unconditionally and irrevocably agree and undertake to be bound by and to comply with the above Terms and Conditions and any other terms and conditions which may be notified from time to time with the approval of the concerned authorities modifying or substituting all or any of the above Terms and Conditions in connection with the opening, maintenance and operation of the Sub-Account;
- f) I/We, being the Applicant(s), hereby further confirm that all the information contained in this form is true and correct to the best of my/our knowledge as on the date of making this application;
- g) I/We further agree that any false/misleading information by me/us or suspension of any material fact will render my/our Sub-Account liable for termination and further action under the law; and
- h) I/We hereby now apply for opening, maintaining, operation of Sub-Account forming part of the Account Family of CDS Participant Account of Participant.

DISCLAIMER FOR CDC ACCESS

The main objective of providing information, reports and account maintenance services through the Interactive Voice Response System, Internet /Web access and Short Messaging Service ("SMS") or any other value added service is to facilitate the Sub-Account Holders ("Users") with a more modern way to access their information. CDC makes no other warranty of the IVR, Internet /Web access, SMS or any other value added services and Users hereby unconditionally agree that they shall make use of the internet/web access subject to all hazards and circumstances as exist with the use of the internet. CDC shall not be liable to any Users for providing and making available such services and for failure or delay in the provision of SMS to Users and all Users, who use the IVR, internet access, SMS or any other value added services, shall be deemed to have indemnified CDC, its directors, officers and employees for the time being in office and held them harmless from and against any losses, damages, costs and expenses incurred or suffered by them as a consequence of use of the IVR system, internet/web access, SMS or any other value added services.

All Users hereby warrant and agree that their access of the internet /web by the use of a User-ID and login is an advanced electronic signature and upon issuance of such User-ID to the user, they hereby waive any right to raise any objection to the compliance of the User-ID and login with the criteria of an advance electronic signature.

All Users shall by signing this Form and by their conduct of accessing the IVR, internet/Web access, SMS or any other value added services agree to all the terms and conditions and terms of use as shall appear on the CDC website at www.edcaccess.com.pk which shall be deemed to have been read and agreed to by the Users before signing this form.

Name of Applicant:	Date: Place:	Signature: x
Name of Joint Applicant No 1:	Date: Place:	Signature: ✓
Name of Joint Applicant No 2:	Date: Place:	Signature: ✓
Name of Joint Applicant No 3:	Date: Place:	Signature: ✓
For and on behalf of <i>(In case if signed by the Attorney on behalf of the Applicant(s))</i>		
I/we hereby agree to admit the Applicant(s) as the Sub-Account Holder(s) in terms of the above Terms and Conditions as amended from time to time and shall abide by the same in respect of opening, maintenance and operation of such Sub-Account.		
Name of Participant: HH MISBAH SECURITIES (PVT.) LTD.	Date:	
Participant's Seal & Signature:		
Witnesses:		
1. Name:		
Signature:	CNIC No:	
2. Name:		
Signature:	CNIC No:	

Enclosures:

1. Attested copy of CNIC / NICOP / Passport of the Applicants / Joint Applicants / nominee(s) (as the case may be).
2. Duly notarised Power of Attorney* (if applicable).
3. Zakat Declaration of the Applicant and the Joint Applicant (if applicable).
4. Attested copy of NTN Certificate (if applicable).

* Where the Applicant is a non-resident or foreigner, duly consularized copy of Power of Attorney by the Consul General of Pakistan having jurisdiction over the Applicant(s) should be submitted.

x _____
✓ _____
✓ _____
✓ _____

Main Applicant
Joint Applicant 1
Joint Applicant 1
Joint Applicant 1
Participant

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

H. FOR THE USE OF PARTICIPANT ONLY						
Particulars of Sub-Account Opening Form verified by :						
			Stamp:			
Application:	<input type="checkbox"/>	Approved	<input type="checkbox"/>	Rejected	Signature: (Authorized signatory)	Date:
Sub-Account no. issued:						
Account opened by:						
Saved by:			Posted by:			
Signature:	Date:	Signature:	Date:	Date:		
Remarks: (if any)						

ACKNOWLEDGEMENT RECEIPT	
Application No:	Date of receipt:
<i>I/We hereby confirm and acknowledge the receipt of duly filled and signed Sub-Account Opening Form from the following Applicant:</i>	
[Insert Name of Applicant(s)]	Participant's Seal & Signature:
1.	
2.	
3.	
4.	

✗ Main Applicant
 ✓ Joint Applicant 1
 ✓ Joint Applicant 1
 ✓ Joint Applicant 1
 _____ Participant

Note: Signature on "✗" is mandatory, and "✓" for joint account holder(s)

**KNOW YOUR CUSTOMER (KYC)/CUSTOMER DUE DELIGENCE (CDD)
CHECKLIST FOR INDIVIDUALS & JOINT A/C APPLIANT**

FULL NAME OF APPLICANT			
1) Specify the proof of Address submitted for mailing address			
a) CNIC Copy b) Rental Agreement c) Any Utility Bill d) Others			
2) GROSS ANNUAL INCOME (OPTIONAL)			
a)Below 100,000 b)100,001 - 250,000 c)250,001 - 500,000			
d)500,001 - 1,000,000 e)1,000,001 - 2,500,000 f)above			
3) Net Worth as on (date) Is Rs.			
4) Obtain photograph (lastest or not more than six months old)			
5) Countries where you visited in last two years.....			
6)			
7)			
DECLARATION FROM MAIN APPLICANT	YES	NO	NO RESPONSE
A) Has any financial institution ever refused to open your account?			
B) Do you hold a position in any political party/public office or hold a high profile position?			
C) Do you agree to submit source of wealth/funds to HHM on a regular basis?			
D) Do you have any business relationship or transactions in/from offshore Tax haven countries i.e? Luxemburg, Africa, Switzerland and others?			
E) Do your business involve high value items i.e Gold, Silver, Diamonds?			
F) Do you belong to countries where Anti Money Laundering regulations are ignored? Luxemburg, Brazil, African countries, Sudan, Switzerland etc			
G) Do you have close relationship/friendship with any people having illegal business and you have knowledge?			
H)			
I, hereby declare that above information is true and correct to the best of my knowledge and I shall immediately update. The Chief Executive of HH Misbah Securities (Pvt.) Ltd. if there is any change in such information.			
I authorize HH Misbah Securities (Pvt.) Ltd. and its officials to verify any or all information provided in/with this KYC/CDD Form			
Dated: _____		Signature of Main Account Applicant ✕ _____	

FOR OFFICE PURPOSE

INVESTOR RISK PROFILE

- Risk Classifications
1. LOW RISK
 2. MEDIUM RISK
 3. HIGH RISK
 4. VERY HIGH RISK

KYC Requirements

Reduced KYC Requirements shall be applicable: Investor account can be opened once information / documents mentioned in section a have been provided.
 Greater care required and documents listed in Section A should be obtained before opening of account.
 Enhanced KYC Requirement shall be applicable:
 Investor account can be opened once information / documents mentioned in section A have been provided.
 Transactions shall be monitored to ensure that the funds used for investments are from an account under the investor's own name in a financial institution (e.g. bank) subject to high due diligence standards and the amount and frequency of investments are not usual given the nature and financial strength of the investor
 Account cannot be opened as KYC Requirements have not been fulfilled.

OTHER COMMENTS: _____

Annexure A

FOR INTERNAL USE ONLY
KYC / CDC Checklist

Date:	Account Title:	Account / UIN #
-------	----------------	-----------------

SECTION A

Minimum Information/Documents to be provided by Investor			
	Pls Tick	Pls Tick	Pls Tick
1. Individuals/Sole Proprietorships		2. Partnerships	3. Institutions / Corporates
CNIC of Principal and Joint Holders / Passport for Foreign Nationals / NICOP for non-resident Pakistanis		CNICs/NICOP of all partners, as applicable	CNICs/NICOP of Authorized Signatures and Directors
Proof of Employment/Business		Partnership Deed	List of Directors and Officers
NTN Certificate, where available		Latest Financial Statements	NTN Certificate
		Certificate of Registration (in case of registered partnership firm)	Documentary evidence of Tax Exemption (if applicable)
		NTN Certificate	Certificate of Incorporation
			Certificate of Commencement of Business
			Certified Copy of Board Resolution
			Memorandum & Article of Association/Bye Laws/Trust Deed
			Audited Accounts of the Company
4. Trusts		5. Clubs Societies and Associations	6 Executors/Administrators
CNICs of all trustees		Certified copy of certificate of	CNICs of all
Certified copy of all Trust Deed		List of Members	Certified copy of Letter of
Latest financials of the trust		NIC/NICOP of Members of	
Documentary Evidence of Tax Exemption (if applicable)		Certified copy of bylaws/rules and regulations	
Trustee/ Governing Body Resolution		Copy of latest financials of	
		Board of Governing Body Resolution	

If documents / information is complete, Proceed to Section B

List any missing documents / information below:
1
2
If ANY document or information is missing, proceed to Section G4

SECTION B

Assessment of information provided in Section A		
Based on information provided in Section A		
1. Is the investor also the ultimate beneficiary of the funds to be invested If NO, joint account should be opened or power of attorney be provided by ultimate beneficiary with relevant documentary details of the beneficiary	YES	NO
2. In case the investor is a private company, IS the latest shareholders list available	YES	NO
3. In case of Government Accounts, Mark YES if the account is not in the personal name of the government official A resolution / authority letter (duly endorsed by Ministry of Finance or Finance Department of concerned government) is available, which authorizes the opening and operating of this account by an officer of federal / provincial / local government in his / her official capacity	YES	NO
If the answer to any of the above question was 'NO', go to section G3 or G4, otherwise go to Section C		

SECTION C

Risk Category of Investor	Please tick box	
1. Government Department / Entity	<input type="checkbox"/>	<i>LOW RISK</i> <i>Go to Section G.1</i>
2. Public Listed company	<input type="checkbox"/>	<i>LOW RISK</i> <i>Go to Section G.1</i>
3. Private Listed Company	<input type="checkbox"/>	<i>MEDIUM RISK</i> <i>Go to Section G.2</i>
4. Non-Government Organization (NGO)	<input type="checkbox"/>	<i>HISH RISK</i> <i>Go to Section G.3</i>
5. Trust / Charity	<input type="checkbox"/>	<i>HISH RISK</i> <i>Go to Section G.3</i>
6. Unlisted Financial Institution	<input type="checkbox"/>	<i>Go to Section D</i>
7. Individual	<input type="checkbox"/>	<i>Go to Section E</i>

SECTION D

Unlisted Private Financial Institution (NPF)		
Is the unlisted private financial institution domiciled in Pakistan and is regulated by the SECP / State Bank of Pakistan (SBP)	YES	NO
OR is it domiciled in a FATF Member Country that is satisfactorily following the	YES	NO
If YES, proceed to Section G.1	If NO, proceed to Section G.3	

SECTION E

Individual		
1. Is the person a non-resident Pakistan	YES	NO
2. Is the person a high net worth individual with no identifiable source of income or his / her profile/source of income doesn't match with size & quantity of investments	YES	NO
3. Is the person involved in dealing in high value items (<i>based on declaration occupation</i>)	YES	NO
4. Is the person a foreign national	YES	NO
5. Does the person appear to have links or money transfer to/from offshore tax havens or belongs to country(s) where KYC/CDD and anti money laundering regulations are lax (in terms of not sufficiently applying FATF recommendations)	YES	NO
6. Is there any reason to believe that the person has been refused account opening by another financial institution / brokerage house.	YES	NO
7. Is the person opening the brokerage account on a non-face-to-face basis/on-line	YES	NO
If the response to any Question (1-7) above was 'YES', proceed to Section G.3		
8. Is the person a holder of a senior level public (government) office i.e a politically exposed person (PEP) or a family member of PEP.	YES	NO
9. Is the person a holder of high profile position (e.g. senior or politician)	YES	NO
If the response to any Question (8-9) above was 'YES', proceed to Section F else proceed to Section G.1		

FATF recommendations and is supervised by a regulatory body

SECTION F

Politically Exposed Person / Foreign National / Holders of High Profile Position		
Is the brokerage account relationship with this high risk category person including politically exposed person / foreign national / holder of high profile position, approved by the Nominee Director, CEO / COO of the brokerage house (<i>approval shall be provided by management through signing the respective Account Opening Form</i>)	YES	NO
If YES, proceed to Section G.3		If NO, proceed to Section G.4

SECTION G

Investor Risk Profile		
	Risk Classification	KYC Requirements
G.1	LOW RISK	Reduced KYC Requirements shall be applicable Investor account can be opened once information/documents mentioned in Section A have been provided
G.2	MEDIUM RISK	Greater care required and documents listed in Section A should be obtained before opening of account.
G.3	HIGH RISK	Enhanced KYC Requirements shall be applicable: Investor account can be opened once information/documents mentioned in section A have been provided. Transactions shall be monitored to ensure that the funds used for investments are from an account under the Investor's own name in a financial institution (e.g.bank) subject to high due diligence standards and the amount and frequency of investments are not unusual given the nature and financial strength of the Investor
G.4	HIGH RISK	Account cannot be opened as KYC Requirements have not been fulfilled.
CONFIRMATION of physical presence of customer when opening account		YES NO
Other Comments		

Completed by:			
	<i>Name of Sales Person / Agent</i>	<i>Signature</i>	<i>Date</i>

Checked by:			
	<i>Name of Sales Person / Agent</i>	<i>Signature</i>	<i>Date</i>

UNDERTAKING OF RISK DISCLOSURE

I, the customer, hereby acknowledge that I have received this Risk Disclosure Document and have read and understood the nature of all risks and other contents and information provided in this document.

Date: _____

_____ _____ _____ _____ _____
Main Applicant Joint Applicant 1 Joint Applicant 1 Joint Applicant 1 Sign. of Broker

Note: Signature on "x" is mandatory, and "✓" for joint account holder(s)

RISK DISCLOSURE DOCUMENT (CLIENT COPY)

(TO BE GIVEN BY THE BROKERS TO THEIR CUSTOMERS)

This Risk Disclosure document is prescribed by the Pakistan Stock Exchange Limited (PSX) under Clause 13(1) of the Securities Broker (Licensing and Operations) Regulations, 2016.

This document contains important information relating to various types of risks associated with trading and investment in financial products (equity securities, fixed income instruments, derivatives contracts etc.) being traded at PSX. The customers should carefully read this document before opening trading account with a broker.

In case a customer suffers negative consequences or losses as a result of trading/investment, he/she shall be solely responsible for the same and PSX or Securities and Exchange Commission of Pakistan (SECP) shall not be held responsible/liable, in any manner whatsoever, for such negative consequences or losses.

The customers must acknowledge and accept that there can be no guaranteed profit or guaranteed return on their invested capital and under no circumstances a broker can provide customers such guarantee or fixed return on their investment in view of the fact that the prices of securities and futures contract can fall as well as rise depending on the market conditions and performance of the companies. Customers must understand that past performance is not a guide to future performance of the securities, contracts or market as a whole. In case the customers have any doubt or are unclear as to the risks/information disclosed in this document, PSX strongly recommends that such customer should seek an independent legal or financial advice in advance.

PSX neither singly or jointly and expressly nor impliedly guarantee nor make any representation concerning the completeness, accuracy and adequacy of the information contained in this document as this document discloses the risks and other significant aspects of trading/investment at the minimum level. PSX does not provide or purport to provide any advice and shall not be liable to any person who enters into a business relationship with a broker based on any information contained in this document. Any information contained in this document must not be construed as business/investment advice in any manner whatsoever.

THE CUSTOMERS MUST BE AWARE OF AND ACQUAINTED WITH THE FOLLOWING:

1. BASIC RISKS INVOLVED IN TRADING IN SECURITIES MARKET:

1.1 VOLATILITY RISK:

Volatility risk is the risk of changes in the value of financial product in any direction. High volatility generally means that the values of securities/contracts can undergo dramatic upswings and/or downswings during a short period. Such a high volatility can be expected relatively more in illiquid or less frequently traded securities/contracts than in liquid or more frequently traded one. Due to volatility, the order of a customer may not be executed or only partially executed due to rapid change in the market prices. Such volatility can also cause price uncertainty of the market orders as the price at which the order is executed can be substantially different from the last available market price or may change significantly thereafter, resulting in a real or notional loss.

1.2 LIQUIDITY RISK:

Liquidity refers to the ability of market participants to buy and/or sell securities expeditiously at a competitive price and with minimal price difference. Generally, it is assumed that more the numbers of orders available in ci market, greater is the liquidity. Liquidity is important because with greater liquidity, it is easier for customers to buy and/or sell securities swiftly and with minimal price difference and, as a result, customers are more likely to pay or receive a competitive price for their executed trades. Generally, lower liquidity can be expected in Page 1 of 5 A/ thinly traded instruments than in liquid or more frequently traded ones. As a result, order of customer may only be partially executed, or may be executed with relatively greater price difference or may not be executed at all. Under certain market conditions, it may be difficult or impossible for the customers to liquidate a position in the market at a reasonable price, when there are no outstanding orders either on the buy side or on the sell side, or if trading is halted in a security/contract due to any reason.

1.3 SPECULATIVE TRADING RISK:

Speculation involves trading of a security/contract with the expectation that it will become more valuable in a very near future. These transactions are attempted to make profit from fluctuations in the market value of securities, rather than fundamental value of a security and/or underlying attributes embodied in the securities such as dividends, bonus or any other factor(s) materially affecting the price. Speculative trading results in an uncertain degree of gain or loss. Almost all investment activities involve speculative risks to some extent, as a customer has no idea whether an investment will be a blazing success or an utter failure. Day trading strategy is a common example of speculative

trading in which customers buy and sell the same security/derivative within the same day, such that all obligations are netted off and closed and no settlement obligations stand. The customer indulging in a day-trading strategy needs to be more vigilant and informed than the customers investing for a longer period, as market may not move during the day as the day-trader originally anticipated, resulting in a loss to them.

1.4 RISK OF WIDER SPREAD:

The Bid-Ask spread is the difference between the offer price and bid price of a security/contract quoted by the Market Makers or trading parties. The size of spread is affected by a number of factors such as liquidity, volatility, free float (the total number of shares outstanding that are readily available for trading) etc. Generally, low liquidity, high volatility and low free float levels of a security may result in relatively wider BidAsk Spread. The higher Bid-Ask spread can result in greater cost to customers.

1.5 RISK PERTAINING TO THE PRICE FLUCTUATIONS DUE TO CORPORATE ANNOUNCEMENT:

The corporate announcements by the issuers for the corporate actions or any other material information may affect the price of the securities. These announcements combined with relatively lower liquidity of the security may result in significant price volatility. The customers, while making any investment decision in such securities/contracts, are advised to take into account such announcements. Moreover, the customers should be cautious and vigilant in case fake rumors are circulating in the market. The Customers are advised to refrain from acting purely based on such rumors rather take well informed investment decision in light of all facts and circumstances associated with such securities and their issuers.

1.6 RISK REDUCING ORDERS:

The customers can place orders for limiting the losses to certain amounts, such as Limit Orders, Stop Loss Orders, and Market Orders etc. Customers must ask their brokers for detailed understanding of these order types. Customers must acknowledge that placement of such orders for limiting losses to certain extent may not always be an effective tool due to rapid movements in the prices of securities and, as a result, such orders may not be executed.

1.7 SYSTEM RISK:

High volume trading will frequently occur at the market opening and before market close. Such high volumes may also occur at any point in the day causing delay in order execution or confirmation. During periods of volatility, on account of market participants continuously modifying their order quantity or prices or placing fresh orders, there may be delays in order execution and its confirmations. Page 2 of 5 A/

1.8 SYSTEMIC RISK:

Systemic risk arises in exceptional circumstances and is the risk that the inability of one or more market participants to perform as expected will cause other participants to be unable to meet their obligations when due, thereby affecting the entire capital market.

1.9 SYSTEM AND NETWORKING RISK:

Trading on the PSX is done electronically, based on satellite/leased line based communications, combination of technologies and computer systems to place and route orders. All these facilities and systems are vulnerable to temporary disruption or failure, or any such other problem/glitch, which may lead to failure to establish access to the trading system/network. Such limitation may result in delay in processing or processing of buy or sell orders in part only or non-processing of orders at all. As with any financial transaction, the customer may experience losses if orders cannot be executed normally due to systems failures on the part of exchange or broker. The losses may be greater if the broker having customers' position does not have adequate back-up systems or procedures. Accordingly, the Customers are cautioned to note that although these problems may be temporary in nature, but when the customers have outstanding open positions or unexecuted orders, these limitations represent a risk because of obligations to settle all executed transactions.

1.10 RISK OF ONLINE SERVICES:

The customers who trade or intend to trade online should fully understand the potential risks associated with online trading. Online trading may not be completely secure and reliable and may cause delay in transmitting information, execution of instructions due to technological barriers. Moreover, the customer acknowledges and fully understands that he/she shall be solely responsible for any consequences arising from disclosure of the access codes and/or passwords to any third person or any unauthorized use of the access codes and/or passwords.

1.11 REGULATORY/LEGAL RISK:

Government policies, rules, regulations, and procedures governing trading on the exchange are updated from time to time. Such regulatory actions and changes in the legal/regulatory ecosystem including but not limited to changes in tax/levies may alter the potential profit of an investment. Some policies of the government may be focused more on some sectors than others thereby affecting the risk and return profile of the investment of the customers in those sectors.

2. RISKS IN DERIVATIVE AND LEVERAGE PRODUCTS:

Derivative and leveraged trades enable the customer to take larger exposure with smaller amount of investment as margin. Such trades carry high level of risk and the customers should carefully consider whether the trading in the derivative and leveraged products is suitable for them, as it may not be suitable for all customers. The higher the degree of leverage, the greater the possibility of profit or loss it can generate in comparison with the investment involving full amount. Therefore, the customers should trade in the derivative and leveraged products in light of their experiences, objectives, financial resources and other relevant circumstances. Derivative product namely Deliverable Futures Contract, Cash Settled Futures Contract, Stock Index Futures Contract and Index Options Contracts and leveraged products namely Margin Trading System, Margin Financing and Securities Lending and Borrowing are available for trading at stock exchange. The customer transacting in the derivative and leveraged markets needs to carefully review the agreement provided by the brokers and also thoroughly read and understand the specifications, terms and conditions which may include markup rate, risk disclosures etc. There are a number of additional risks that all customers need to consider while entering into derivative and leveraged market transactions. These risks include the following

(a) Trading in the derivative and leveraged markets involves risk and may result in potentially unlimited losses that are greater than the amount deposited with the broker. As with any high risk financial product, the customer should not risk any funds that the customer cannot afford to lose, such as retirement savings, medical and other emergency funds, funds set aside for purposes such as education or home ownership, proceeds from student loans or mortgages, or funds required to meet living expenses.

(b) All derivative and leveraged trading involves risk, and there is no trading strategy that can eliminate it. Strategies using combinations of positions, such as spreads, may be as risky as outright long or short positions. Trading in equity futures contracts requires knowledge of both the securities and the futures markets.

(c) The customer needs to be cautious of claims of large profits from trading in such products. Although the high degree of leverage can result in large and immediate gains, it can also result in large and immediate losses.

(d) Because of the leverage involved and the nature of equity futures contract transactions, customer may feel the effects of his/her losses immediately. The amount of initial margin is small relative to the value of the futures contract so that transactions are 'leveraged' or 'geared'. A relatively small market movement will have a proportionately larger impact on the funds the customer has deposited or will have to deposit. This may work against customer as well as for him/her. Customer may sustain a total loss of initial margin funds and any additional funds deposited with the broker to maintain his/her position. If the market moves against his/her position or margin levels are increased, customer may be called upon to pay substantial additional funds on short notice to maintain his/her position. If the customer fails to comply with a request/call for additional funds within the time specified, his/her position may be liquidated/squared-up at a loss, and customer will be liable for the loss, if any, in his/her account.

(e) The customer may find it difficult or impossible to liquidate/square-up a position due to certain market conditions. Generally, the customer enters into an offsetting transaction in order to liquidate/square-up a position in a derivative or leverage contract or to limit the risk. If the customers cannot liquidate position, they may not be able to realize a gain in the value on position or prevent losses from increasing. This inability to liquidate could occur, for example, if trading is halted due to some emergency or unusual event in either the equity futures contract or the underlying security, no trading due to imposition of circuit breaker or system failure occurs on the part of exchange or at the broker carrying customers' position. Even if customers can liquidate position, they may be forced to do so at a price that involves a large loss.

(f) Under certain market conditions, the prices of derivative contracts may not maintain their customary or anticipated relationships to the prices of the underlying security. These pricing disparities could occur, for example, when the market for the equity futures contract is illiquid, when the primary market for the underlying security is closed, or when the reporting of transactions in the underlying security has been delayed.

(g) The customer may be required to settle certain futures contracts with physical delivery of the underlying security. If the customer hold position in a physically settled equity futures contract until the end of the last trading day prior to expiration, the customer shall be obligated to make or take delivery of the underlying securities, which could involve additional costs. The customer should carefully review the settlement and delivery conditions before entering into an equity futures contract.

(h) Day trading strategies involving equity futures contracts and other products pose special risks. As with any financial product, customers who seek to purchase and sell the same equity futures in the course of a day to profit from intra-day price movements ("day traders") face a number of special risks, including substantial commissions, exposure to leverage, and competition with professional traders. The customer should thoroughly understand these risks and have appropriate experience before engaging in day trading. The customer should obtain a clear explanation of all commission, fees and other charges for which he/she will be liable. These charges will affect net profit (if any) or increase loss.

3. GENERAL:

3.1 ASSETS HELD WITH BROKERS:

The customer should familiarize him/herself with the measures available for protecting from the risk of misappropriation or misuse of cash and securities held with the brokers. For such purpose, he/she may opt for UIN Information System (UIS) provided by National Clearing Company of Pakistan Limited (NCCPL). The customer should also provide correct mobile number/email address in order to receive SMS/e-Alerts services Page 4of5 being provided by the NCCPL and Central Depository Company of Pakistan Limited (CDC) on each trade and movement of their securities. Moreover, the customers should be aware of the protections given to money and securities deposited with the brokers, particularly in the event of a default by such broker or the broker's insolvency or bankruptcy. The customer recognizes that in such default/insolvency/bankruptcy scenario, the customer may recover his/her money and/or property to such extent as may be governed by relevant PSX Regulations and/or local laws in force from time to time.

3.2 CUSTOMERS RIGHTS AND OBLIGATIONS:

The customer must understand their rights and obligations as well as the rights and obligations of the brokers specified under the PSX Regulations and the Standardized Account Opening Form, Know Your Client Form, Standardized Sub-Account Opening Form of CDC, and Agreement(s) of Leveraged Products (Margin Trading System, Margin Financing and Securities Lending and Borrowing), where applicable, and any other applicable Rules, Regulations, Guidelines, Circulars etc. as may be issued by SECP and PSX from time to time.

(a) The customers should ensure that they deal through the registered branch and with the registered Agents/Traders/Representatives of the broker. The customer shall also verify such details from the website of PSX and Jamapunji ();

(b) Customer at the time of establishing relationship with the brokers, should obtain a clear explanation of all brokerage, commission, fees and other charges for which customer will be liable to pay and these charges will affect net cash inflow or outflow;

(c) It is obligatory for the brokers to issue contract note, in either electronic form or hard copy, by next working day of trading. The contract note shall contain all information relating to trade execution including commission and charges applicable on the customers. In case contract note is not issued, customer should inquire with broker immediately and in case the matter is not resolved, the same should be reported to the PSX;

(d) The customers should match the information as per the contract notes with the SMS/e-Alert received from CDC and/or NCCPL and may also verify from the UIS facility from the website of NCCPL.