



**NATIONAL  
COMMODITY  
EXCHANGE  
LIMITED**

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**All Brokers of  
National Commodity Exchange Limited**

Dear Sir/Madam,

The Securities & Exchange Commission of Pakistan has taken action against one of the illegal brokerage houses which indulged in providing trading facilities at futures contracts. The Commission in its recent order has cautioned the public to trade in futures contracts through National Commodity Exchange Limited which is the only registered commodity futures exchange in the country and provides an authorized trading platform in various listed/registered futures contracts, including metals and agriculture products vide Newspapers "The Express Tribune" & "The News" publication dated , January 08, 2011. Following are extracts of said news:-

**"The Express Tribune"** The regulator has also issued an order against a partnership firm for operating an illegal commodity exchange. The firm violated a section of the 1969 Securities and Exchange Ordinance by providing unauthorised trading facilities in cottonseed oil futures contracts, posing a risk to the deposits of numerous investors.

A penalty of Rs10 million has been imposed on the two partners of the firm. Furthermore, the SECP – through a communique – has cautioned the public to trade commodities through the National Commodity Exchange Limited (NCEL). NCEL is the only registered commodity futures exchange in the country and provides an authorised trading platform in various listed futures contracts, including metals and agriculture products. *Published in The Express Tribune, January 8<sup>th</sup>, 2011.*

**Source The News**

ISLAMABAD: The Securities and Exchange Commission of Pakistan (SECP) has taken cognizance of unregistered commodity futures trading, a statement said on Friday. The commission has issued an order against Ravi Oil Cake Traders, a partnership firm, for operating an illegal commodity exchange. The firm violated Section 3 (1) of the 1969 Securities and Exchange Ordinance by providing unauthorised trading facilities in cottonseed oil futures contracts, thereby, posing a risk to the deposits of numerous investors.

A penalty of Rs10 million has been imposed on the two partners of the firm, the statement said. The general public is cautioned that all transactions in the commodity futures contracts in Pakistan are governed by the 2005 Commodity Exchange and Futures Contracts Rules.

Currently, the National Commodity Exchange Limited (NCEL) is the only registered commodity futures exchange in Pakistan, providing authorised trading platform in various listed futures contracts, including metals and agricultural products, the statement added.

This is for your kind information.

Sincerely yours,

Aamir Zareef Khan  
Head of Compliance