Circular No.: PMEX/Operations/32-2011   **September 12, 2011**

Trading System Update

In past trading days we witnessed many times that traders had placed inadvertently market orders in absence of market maker resulting in off market trades executed on the Exchange and counterparties sustaining losses due to the said execution.

In order to protect trader(s)/client(s) in the said situation, Exchange has made the following changes in trading system with effect from **Tuesday, September 13, 2011 at 5:00 am**:

- Market order(s) in absence of market maker will be rejected by the system with the message **"(*Contract Name*) Market is Illiquid"** with order details.

  For Example: GO1OZ-OC11 Market is Illiquid. TRDZ010011, Order ID: 111

Please note that all other orders types will be placed and executed in normal manner and as per specified methodology.

In case the exchange finds any issues in the new system, the system will be reverted back to the previous version of the system. Following procedure will be followed in that case:

- Market will be stopped for about 30 minutes and then started again.

- All working orders will be cancelled by the Exchange.

- All trades will remain in the system until the time of reversion.

Exchange reserves the right to cancel trades executed due to any system errors and/or issues.

Brokers are requested to inform the exchange if any malfunctioning or other issues arise during live trading. Please take snapshot of the said error and send at support@pmex.com.pk for its resolution

For and on behalf of
Pakistan Mercantile Exchange Limited - PMEX

Shehzad Hussain Makhani
Head of Operations