



Securities and Exchange Commission of Pakistan
Specialized Companies Division
NBFC Department

No.NBFCD/MF/CIRCULAR/2009 | 291

March 6, 2009

CIRCULAR NO. 06 OF 2009

In exercise of powers conferred under section 282B (3) of the Companies Ordinance, 1984 read with Regulation 66 (b) of the Non-Banking Finance Companies and Notified Entities ("NBFC") Regulations, 2008, following amendments are hereby incorporated in Circular No. 1 of 2009 after considering the recommendations submitted by the Mutual Funds Association of Pakistan ("MUFAP").

1. The effective date of March 7, 2009 for determination and announcement of valuation of debt securities on a daily basis by MUFAP as stipulated under Para 6 of Circular 1 of 2009, is hereby extended to July 1, 2009. However, in case of traded debt securities, valuation shall be determined and announced on a daily basis by MUFAP in accordance with the procedure laid down in Chapter 2 of Circular 1 of 2009.
2. The requirement for full provisioning in case of debt securities downgraded to 'D' (default) rating as given in Annexure II of Circular 1 of 2009 is hereby omitted and for such securities the provisioning criteria as specified in Annexure II shall be applicable.
3. In case of any clarification with respect to this circular, all AMCs and MUFAP shall approach the Commission for this purpose.
4. This Circular shall come into force with immediate effect.


(Asif Jalal Bhatti)
Director (NBFC D) 6/03/2009

Distribution:

- (i) Chief Executive Officers, all Asset Management Companies
- (ii) Mutual Funds Association of Pakistan
- (iii) Trustees of Mutual Funds