



SECURITIES AND EXCHANGE COMMISSION OF PAKISTAN  
SPECIALIZED COMPANIES DIVISION  
POLICY, REGULATION AND DEVELOPMENT DEPARTMENT

No. SCD/DIRECTION/320/2016

November 23, 2016

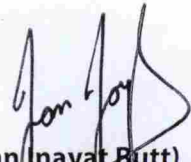
Direction No 37 of 2016

**Maximum Cap on Placement /Deposit with MFBs/NBFCs and Modarabas**

The Securities and Exchange Commission of Pakistan in exercise of the powers conferred under section 282D of the Companies Ordinance, 1984 hereby directs that an Asset Management Company (AMC), on behalf of each eligible collective investment scheme (CIS) shall not place funds (including TDR, PLS saving deposit, COD, COM, COI, money market placements and other clean placements of funds) of more than 25% of net assets of that CIS with all microfinance banks, non-bank finance companies and Modarabas.

Provided that the above restrictions will not be applicable on sector specific fund and aggressive income fund.

This direction shall come into force with immediate effect. However, in case of a CIS which is currently not in compliance with the aforementioned restriction shall ensure compliance within ninety (90) days of the issuance of this direction or until the maturity of existing TDRs/Fixed Deposit/Placements, whichever is later.

  
(Imran Inayat Butt)  
Executive Director (SCD)

**Distribution:**

1. Chief Executive of All Asset Management Companies.
2. Mutual Funds Association of Pakistan.
3. Trustees of Collective Investment Schemes.