



Securities and Exchange Commission of Pakistan
Specialized Companies Division
Policy, Regulation and Development Department

No. SCD/AMCW/716/2013
The Chief Executive,
All AMCs

September 19, 2013

Subject: Valuation methodology of Government of Pakistan(GOP) Ijarah Sukuks held by Collective Investment Schemes

In terms of regulation 66(k) of the Non- Banking Finance Companies and Notified Entities Regulations, 2008 ("the Regulations"), a collective investment scheme while determining its net assets is required to value the Government securities, not listed on the stock exchange and traded in interbank market, at the average rate quoted on a widely used electronic quotation system and such rate shall be based on the remaining tenor of the security.

It has been observed that the AMCs are following different practices for valuation of GOP Ijarah Sukuks to determine net assets of Collective Investment Schemes (CIS) under their management. These practices are neither consistent nor in line with the regulatory framework. Therefore, the Commission in exercise of powers conferred under section 282 D of the Companies Ordinance 1984 read with Regulation 66(k) and (l) of Regulations, hereby directs all AMCs to comply with the following instruction:

"AMCs shall use "PKISRV" quoted on Reuters as the relevant price to value the GOP Ijarah Sukuks to determine net assets of CIS under their management".

This direction shall come into force with immediate effect and all AMCs are required to ensure its meticulous compliance in letter and spirit. Any violation/circumventions of this direction shall be dealt in accordance with the relevant provision of the Companies Ordinance 1984.


Asif Jalal Bhatti 19/9/13
(Executive Director)