



Securities and Exchange Commission of Pakistan
Securities Market Division
Market Supervision and Registration Department

SECP
No.1(16)Packages/MSW/SMD/2013

June 13, 2013

The Chief Executive Officer,
IGI Funds Limited,
7th Floor, The Forum, Suite 701-713,
G-20, Block 9, Khayaban-e-Jami, Clifton,
Karachi.

Subject: Warning with respect to Non-Compliance of the Listing Regulations of the Karachi Stock Exchange Limited

Dear Sir,

This is with reference to trading in the scrip of Packages Limited ("PKGS") by IGI Stock Fund during the period from April 19, 2013 to April 23, 2013 ("Closed Period") at the Karachi Stock Exchange Limited ("KSE").

In this regard analysis of the board of directors of IGI Funds Limited and PKGS reveal that there is one director common at board of directors of both the companies.

2. IGI Funds vide letter dated April 30, 2013, in response to this Commission's letter of even number dated April 25, 2013 provided minutes of the Investment Committee meeting which included the composition of Investment Committee. The Investment Committee, as provided by the IGI Funds, did not include the name of the director common on the board of directors of both the companies. The letter further stated that:

"IGI Funds and the larger associated group has always maintained the strictest policies with regard to insider information and trading. This is evident from our long history of investment decision making which is kept entirely separate from any Board influence or involvement and is regarded solely as a management decision making process. The timing of the financial announcement and our buy was purely coincidental".

3. IGI Funds by trading 155,000 shares of its associated company during the Closed Period raised suspicion in terms of availability of prior information and appeared to be in violation of the Listing Regulations of the KSE. IGI Funds could have avoided the above by not trading in the shares of PKGS during the Closed Period. However, considering the fact that the director common on both the companies' board is not the part of Investment Committee of IGI Stock Fund and taking a lenient view, on this occasion, IGI Funds is being strictly warned and instructed to avoid trading in an obscure manner which may give an impression of contravention of securities law.

Sincerely yours

(Imran Inayat Butt)
Director/ HOD (MSRD)

Cc:

The Managing Director,
Karachi Stock Exchange Limited

SECURITIES & EXCHANGE
COMMISSION OF PAKISTAN
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