



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

No. 1(01) Wash/KSE/MSW/SMD/2009

June 25, 2013

Mr. Naveed Hassan,
House No. 2/33-N,
Suit No. 301, 3rd Floor,
Phase 4, DHA,
Karachi.

Subject: Warning with respect to wash trades in various scrips

The review of KATS Data for the months of April and May 2013 revealed that you have bought and sold 141,000 shares of various scrips through your trading accounts maintained with Axis Global Limited and Adam Securities (Private) Limited, in such a way that your buy orders matched with your own sell orders resulting in no change in beneficial ownership of the shares.

2. The Commission vide letter of even number dated June 10, 2013 required you to explain the rationale of the aforementioned trading. In your reply dated June 14, 2013, you have failed to provide any lawful justification for the wash trades executed from your trading accounts.
3. Please note that the aforesaid wash trades created false impact of trading in the scrips. Furthermore, being an active participant in the market, it is your obligation to abide by all the prevalent rules and regulation while trading in the equity market.
4. The execution of wash trades indicates that you ignored the provisions of the prevalent securities market law. However, on this occasion taking a lenient view, you are strictly warned to abstain from trading in such manner in future failing which appropriate action will be taken.

Yours truly,


(Imran Inayat Butt)
Director/ HOD (MSRD)

Cc:

- i). *The Managing Director, Karachi Stock Exchange Limited*
- ii). *The Chief Executive Officer, Axis Global Limited, Suite # 806, 8th Floor, Business & Finance Centre, I.I Chundrigar Road, Karachi.*
- iii). *The Chief Executive Officer, Adam Securities (Private) Limited, Old Stock Exchange Building, Stock Exchange Road, Karachi.*

SECURITIES & EXCHANGE
COMMISSION OF PAKISTAN
NIC Building, 63 Jinnah Avenue,
Islamabad, Pakistan

PABX: +92-51-9207091-4, Fax: +92-51-9204915, Email: webmaster@secp.gov.pk, Website: www.secp.gov.pk