

Securities and Exchange Commission of Pakistan

Securities Market Division

Market Surveillance and Special Initiatives Department

SECP 43

No. 1 (44)/WTL/KSE/MSW/SMD/2014

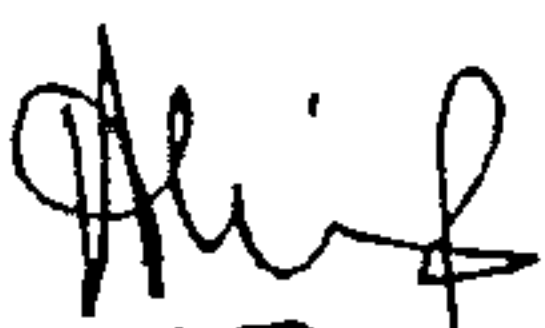
January 16, 2014

Mr. Fakhar ul Islam Awan,
H # 1936, Street no 71
Sector I-10/1,
Islamabad

Subject: Wash Trades in the scrip of Pak Elektron Ltd (PAEL), Tariq Glass Limited (TGL) and Worldcall Telecom Limited (WTL)

Dear Sir,

1. This is with reference to our earlier letter dated January 2, 2014 on the subject noted above, and your response dated January 13, 2014.
2. In this regard, the Commission asserts that merely acknowledging and regretting a mistake does not absolve you from the adverse consequences of the subject violation. The justification provided by you that you were unaware of execution of wash trades in your account and the wash trades were conducted by mistake is not valid.
3. Please note that execution of wash trades through your accounts maintained with Standard Capital Securities (Private) Limited, KASB Securities (Private) Limited, Elixir Securities (Private) Limited. And M.M Securities (Private) Limited did not result in any change in beneficial ownership. Moreover, the execution of the aforesaid wash trades created false impact of active trading in the scrips and has interfered with fair and smooth functioning of the market. Please note that being an active participant in the market, it is your obligation to abide by all the prevalent rules and regulations while trading in the equity market.
4. The execution of wash trades by you indicates that you ignored the provisions of the prevalent securities market law. However, keeping in view the fact that this was the first instance of wash trades, which was observed by the Commission, only a warning is being issued to you with advice to exercise due care and diligence while trading. Moreover, it is asserted that you must adopt a cautious approach while trading to ensure compliance of all the relevant rules and regulations and to avoid such misconduct in future failing which appropriate action will be taken against you.


(Abid Hussain)
Director/ HoD MSSID

Copy to:

- (i) General Manager (Operations),
Karachi Stock Exchange
- (ii) Chief Executive,
Standard Capital Securities (Private) Limited. Room No. 605-606, 6th Floor, Stock Exchange Building, Stock Exchange Road, Karachi.
- (iii) Chief Executive,
KASB Securities (Private) Limited 5th Floor Trade Centre I.I chundrigar Road Karachi
- (iii) Chief Executive,
Elixir Securities (Private) Limited. 8th Floor, Dawood Centre, M. T. Khan Road, Karachi.
- (iv) Chief Executive,
M.M. Securities (Private) Limited. M.M. Tower, 3C Khayaban-e-Ittehad, Phase II, DHA, Karachi