

TAURUS

SECURITIES LIMITED

A Subsidiary of National Bank of Pakistan

CUSTOMER RELATIONSHIP FORM FOR COMPANY AND OTHER BODY CORPORATE

TREC Holder/Broker Pakistan Stock Exchange Ltd.
Broker Registration No. BRK - 77

● Customer Relationship Form	1
● Risk Disclosure Document	7
● Account Agreement	11
● Schedule of Commission	12
● Schedule of Applicable Regulatory & Statutory Levies	13
● Client Profile / CDD Form.....	14
● Profit on Idle Funds	15
● FATCA Checklist (Corporate).....	16
● KYC Form / Beneficial Owner	18
● MTS Agreement	20
● Politically Exposed Person Declaration Form.....	23
● Declaration of Beneficial Owner.....	24
● Acknowledgment	25
● Application Checklist	26
● Terms & Conditions (Annexure-B).....	27

Head Office

Suite # 604, 6th Floor, Progressive Plaza, Beaumont Road, Civil Lines, Karachi.
UAN: (92-21) 111-82 87 87 Ext: 217 Fax: 35686279 E-mail: csonline@taurus.com.pk
URL: www.taurus-sec.com

Pakistan Stock Exchange Branch

Room # 618, 6th Floor, Stock Exchange Building, Stock Exchange Road, Karachi.
Ph: (92-21) 32430202 Fax: (92-21) 32439262

Peshawar Branch

2nd Floor, State Life Building, 34 - The Mall, Peshawar Cantt. Peshawar.
Ph: (92-91) 5273895 Fax: (92-91) 5270063 E-mail: peshawar@taurus.com.pk

Toll Free # 0800 82878

For official use of the Participant/TRE Certificate Holder only	
Application Form No.	
TRE Certificate No.	
Securities Broker Registration No.	
CDS Participant ID	
Sub-Account No.	
Trading Account No. (Back-office ID) (if applicable)	
Investor Account No.	

**CUSTOMER RELATIONSHIP FORM
FOR COMPANY AND OTHER BODY CORPORATE
(Please Also Fill KYC APPLICATION FORM)**

(Please use BLOCK LETTERS to fill the form)

I/ We hereby apply for opening of my/our following account [please tick (✓) only one relevant box] with **TAURUS SECURITIES LIMITED**

1. **Trading & Sub-Account** [Opening of Account with Securities Broker for trading, custody and settlement]
 2. **Investor Account with CDC**
 3. **Sub-Account with Participant**
 4. **Trading Account** [Opening of Account with a Securities Broker for trading purpose only]

Note: In case applicant chooses option # 4 above, then he/she shall choose any of the following:

- Subscribe to Direct Settlement Services (DSS) with CDC**
 Subscribe to National Custodial Services (NCS) with NCCPL
 Other (please specify e.g. CCM/ NBCM) _____

A. REGISTRATION (AND OTHER) DETAILS OF APPLICANT (The information should be same as provided in the KYC Application Form)	
1. Full name of Applicant (As per constitutive documents)	UKN No.
2. Registration Number / Unique Identification Number ("UIN"):	

Email address of the Company/Body Corporate (Applicant) shall be provided in the KYC Application Form for eAlert/ eStatement from CDC as a mandatory requirement. This information will also be used where any other service is subscribed under the CDC access. Details of Contact Person as provided in the KYC Application Form shall be used for CDS.

B. OTHER ACCOUNT LEVEL INFORMATION				
1. Bank Details: The bank account information as provided in the KYC Application Form shall be used.				
2. Residential Status / Basis of Remittance <i>[Please tick (✓) the appropriate boxes]</i>	<i>Resident</i>	<i>Non-Resident</i>	<i>Repatriable</i>	<i>Non-Repatriable</i>
Pakistani	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Foreign Company / Body Corporate	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

C. CDC ACCESS				
CDC provides FREE OF COST services under CDC access whereby Sub-account holders/Investor account holders can have real time access to their account related information.				
1. Do you wish to subscribe to free of cost IVR/ Web Service ? <i>[Please tick (✓) the appropriate box]</i>	<input type="checkbox"/>	Yes	<input type="checkbox"/>	No

2. If you are subscribing to IVR and Web Service, please provide following details of your Contact Person:										
(a) Date of Birth	D	D	/	M	M	/	Y	Y	Y	Y
(b) Mother's Maiden Name:										

D. AUTHORIZATION UNDER SECTIONS 12 AND 24 OF THE CDC ACT EXCLUSIVELY FOR SETTLEMENT OF UNDERLYING TRADES, PLEDGE AND RECOVERY OF PAYMENTS, CHARGES AND LOSSES (FOR SUB-ACCOUNT ONLY)

I/we the undersigned, hereby give our express authority to the Participant under Section 12 and Section 24 of the Central Depositories Act, 1997 to handle Book-entry Securities beneficially owned by me/us and entered in our Sub-Account maintained with the Participant for securities transactions that are exclusively meant for the following purposes:

- For the settlement of any underlying market transactions (trades) including off market transactions made by me/us from time to time;
- For pledge securities transactions with the Clearing House relating to any of our underlying market transactions (trades) to be settled through the Clearing House from time to time;
- For the recovery of payment against any underlying market purchase transactions made by us from time to time;
- Movement by us from time to time of our Book-entry Securities from our Sub-Account under the Main Account under the control of the Participant to our Sub-Account under another Main Account under the control of the Participant or to our Sub-Account under any Main Account which is under the control of another Participant or to our Investor Account;
- For the recovery of any charges or losses against any or all of the above transactions carried out by us or services availed; and/or
- Delivery Transaction made by us for any other purposes as prescribed by the Commission from time to time.

Specific authority on each occasion shall be given by us to the Participant for handling of Book-entry Securities beneficially owned by us for all other purposes as permitted under the applicable laws and regulations.

Note: Please note that above shall serve as a standing authorization to the Participant for handling of Book-entry Securities owned by the undersigned Sub-Account Holder(s) and entered in their Sub-Account maintained with the Participant. Handling of Book-entry Securities for all other purposes should however

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

require specific authority in writing from the undersigned Sub-Account Holder(s) in favour of the Participant. For handling of Book-entry Securities worth Rs. 500,000/- and above, the above mentioned specific authority shall be obtained on non-judicial stamp paper.

E. OPERATING INSTRUCTIONS

1. Signatory(ies) to give instruction to the Participant/TREC Holder pertaining to the operations of the Investor Account / Sub-Account / Trading Account. <i>(Please specify Investor account, sub-account and trading account operating instructions in the relevant column along with names and specimen signatures of authorised signatories)</i>	Names of Signatory(ies)		Specimen Signatures
	(a)		
	(b)		
	(c)		
	(d)		
2. Investor Account / Sub-Account Operating Instructions in writing: [Please (✓) appropriate box]	<input type="checkbox"/>	Singly	<input type="checkbox"/> Attorney
	<input type="checkbox"/>	Jointly [any] _____ <i>(Please mention the relevant numbers of the signatories)</i>	
3. Trading Account Operating Instructions: [Please (✓) appropriate box]	<input type="checkbox"/>	Singly	<input type="checkbox"/> Attorney
	<input type="checkbox"/>	Jointly [any] _____ <i>(Please mention the relevant numbers of the signatories)</i>	

F. Authorized Signatories of the Applicant

Date & Place:

We hereby agree to admit the Applicant as the Investor Accounts/ Sub-Account Holder(s) in terms of the enclosed Terms and Conditions as amended from time to time and shall abide by the same in respect of opening, maintenance and operation of such Investor Accounts/Sub-Account.

Name of Participant/TREC Holder: _____ Date: _____

Participant's/TREC Holder's Seal & Signature:

Witnesses:

1. Name:

Signature: _____ CNIC No: _____ - _____

2. Name:

Signature: _____ CNIC No: _____ - _____

Enclosures*:

1. Certified copy of Board Resolution/Power of Attorney (specimen provided as per Annexure-A below).
 2. Copies of valid Computerized National Identity Cards/NICOP/Passports of the Authorized Signatories.
 3. Certified copies of Constitutive Documents of the Applicant (Memorandum & Articles of Association, Act/Charter/Statute/Bylaws/Rules & Regulations, Certificate of Incorporation, Certificate of commencement of business, Prospectus for Modaraba, relevant licences and registration issued by regulatory bodies etc.).
 4. Certified copy of NTN Certificate (If exempted, please provide supporting documents / Letter of undertaking, where the applicant opt not to obtain NTN).
 5. Certified copy of list of Directors/Trustees (if applicable).
 6. Terms & Conditions of relevant service provider, as applicable.
 7. Specimen Signature Card (for Investor Account Holder(s) only)
- * Note: Non-resident/ foreigners shall submit the documents duly attested by either notary public or Consul General of Pakistan having jurisdiction over the Applicant(s).

G. FOR THE USE OF PARTICIPANT/TREC HOLDER ONLY

Particulars of Customer Relationship Form verified by :

Application: Approved Rejected Signature: (Authorized signatory)/Stamp Date:

Investor Account /Sub-Account no. issued:

Investor Account /Sub-Account /Trading Account opened by:

Saved by: _____ Posted by: _____

Signature: _____ Date: _____ Signature: _____ Date: _____

Remarks: *(if any)*

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

ACKNOWLEDGEMENT RECEIPT

Application No:

Date of receipt:

I/We hereby confirm and acknowledge the receipt of duly filled and signed Customer Relationship Form from the following Applicant:

[Insert Name of Applicant(s)]

Participant's / TREC Holder Seal & Signature:

1.

2.

3.

4.

LEFT BLANK

DECLARATION & UNDERTAKING

We, the undersigned Applicants, hereby declare that:

- a) We are not in receivership, court-appointed managership or under winding-up or under any analogous form of administration;
- b) We are not applied to be adjudicated as an insolvent and that we have not suspended payment and that we have not compounded with our creditors;
- c) We are not an undischarged insolvent;
- d) None of our chief executive, directors or other officers have, at any time within 5 years before making this application, been convicted of an offence involving moral turpitude or a non-cognisable offence against any law in connection with our business, professional or commercial activities;
- e) We confirm and acknowledge that we have received the Terms and Conditions, duly stamped, dated, and signed by the Compliance Officer of Securities Broker/Participant, as an annexure to this Form at the time of signing of this Form and have carefully read, understood and accepted the attached Terms and Conditions which are deemed to be a part of this Form and we hereby unconditionally and irrevocably agree and undertake to be bound by and to comply with the attached Terms and Conditions and any other Terms and Conditions provided to us and placed on the website of the Securities Broker/Participant, which may be notified from time to time with the approval of the concerned authorities modifying or substituting all or any of the attached Terms and Conditions in connection with the opening, maintenance and operation of the Sub-Account /Trading Account, as the case may be;
- f) We hereby confirm that the Terms and Conditions shall constitute a Contract between the Parties hereto and govern opening, maintenance and operations of Trading Account, Sub-Account which shall be binding on the Sub-Account Holder as well as the Securities Broker/Participant and sharing of UIN and KYC information to/from NCCPL and ancillary matters connected therewith;
- g) We, being the Applicant, hereby further confirm that all the information contained in this form is true and correct to the best of our knowledge as on the date of making this application;
- h) We further agree that any false/misleading information by us or suspension of any material fact will render our Sub-Account/ Trading Account, as the case may be, liable for termination and further action under the law;
- i) We specifically declare and undertake that all the documents filed/submitted by us for the purpose of this application are genuine and valid, bearing genuine signatures and stamps of duly authorized individuals/representatives (or, where applicable, officers of the foreign company concerned) and are in accordance with the applicable law;
- j) We agree that we shall not place any trading order in case of any concern or disagreement with any Terms and Conditions shared by Securities Broker/Participant and placement of trading order shall mean that we have affirmed/consented with the Terms and Conditions; and
- k) We hereby now apply for opening, maintaining and operating Sub-Account/Trading Account, as the case may be, with the Securities Broker/Participant.

I, the undersigned as Securities Broker/Participant, hereby declare/ undertake/confirm that:

- l) I have provided in full the Terms and Conditions attached as an Annexure to this Form to the Customer/Sub-Account Holder at the time of filing of this Form and I hereby further confirm that provided Terms and Conditions are available on our website and update the same immediately upon occurrence of any change in Terms and Conditions. I further confirm that trading account/Sub-Account of customer/Sub-Account Holder shall be activated/opened only upon affirmation of the Terms and Conditions by the customer/Sub-Account Holder; and
- m) I have no doubt or concern that the Terms and Conditions shared with Customer/Sub-Account Holder by us are not updated and has any difference when compared with the specified Terms and Conditions and the attached Terms and Conditions also form part of this Form.

DISCLAIMER FOR CDC ACCESS SERVICES

The main objective of providing information, reports and account maintenance services through the Interactive Voice Response System, Internet /Web access and Short Messaging Service ("SMS") or any other value added service is to facilitate the Sub-Account Holders ("Users") with a more modern way to access their information. CDC makes no other warranty of the IVR, Internet /Web access, SMS or any other value added services and Users hereby unconditionally agree that they shall make use of the internet/web access subject to all hazards and circumstances as exist with the use of the internet. CDC shall not be liable to any Users for providing and making available such services and for failure or delay in the provision of SMS to Users and all Users, who use the IVR, internet access, SMS or any other value added services, shall be deemed to have indemnified CDC, its directors, officers and employees for the time being in office and held them harmless from and against any losses, damages, costs and expenses incurred or suffered by them as a consequence of use of the IVR system, internet/web access, SMS or any other value added services.

All Users hereby warrant and agree that their access of the internet /web by the use of a User-ID and login is an advanced electronic signature and upon issuance of such User-ID to the user, they hereby waive any right to raise any objection to the compliance of the User-ID and login with the criteria of an advance electronic signature.

All Users shall by signing this Form and by their conduct of accessing the IVR, internet/Web access, SMS or any other value added services agree to all the terms and conditions and terms of use as shall appear on the CDC website at www.cdaccess.com.pk which shall be deemed to have been read and agreed to by the Users before signing this form.

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

ANNEXURE-A
BOARD RESOLUTION

"RESOLVED that an application be made on behalf of _____ (name of entity) to _____ ("broker") for opening an Account and for the afore-said purpose the Customer Relationship Form including Terms and Conditions as set out herein be executed on behalf of _____ (name of entity).

FURTHER RESOLVED that Mr. /Ms. _____ and Mr. /Ms. _____ be and are hereby authorized and empowered, either singly/jointly for and on behalf of _____ (name of entity) to sign and execute and deliver this Customer Relationship Form and Terms & Conditions and other documents in connection therewith, and to do any other act, deed or thing for and on behalf of _____ (name of entity) in respect of company's application for opening an Account.

FURTHER RESOLVED that Mr./Ms. _____ and Mr./Ms. _____ be and are hereby authorized and empowered, either singly/jointly to represent to the broker on all matters pertaining to the maintenance and operation of the Account, to deal, liase and correspond with broker and give instructions to fulfill all the responsibilities and obligations to broker under the Law, Rules and Regulations and the Terms & Conditions in relation to the Account from time to time, and to deal with other incidental and ancillary acts, things and deeds".

Signatures of the Directors

1. _____ 2. _____

3. _____ 4. _____

5. _____

Date of Resolution: _____

RISK DISCLOSURE DOCUMENT

(TO BE GIVEN BY THE BROKERS TO THEIR CUSTOMERS)

This Risk Disclosure document is prescribed by the Pakistan Stock Exchange Limited (PSX) under Clause 13(1) of the Securities Broker (Licensing and Operations) Regulations, 2016.

This document contains important information relating to various types of risks associated with trading and investment in financial products (equity securities, fixed income instruments, derivatives contracts etc.) being traded at PSX. The customers should carefully read this document before opening trading account with a broker.

In case a customer suffers negative consequences or losses as a result of trading/investment, he/she shall be solely responsible for the same and PSX or Securities and Exchange Commission of Pakistan (SECP) shall not be held responsible/liable, in any manner whatsoever, for such negative consequences or losses.

The customers must acknowledge and accept that there can be no guaranteed profit or guaranteed return on their invested capital and under no circumstances a broker can provide customers such guarantee or fixed return on their investment in view of the fact that the prices of securities and futures contract can fall as well as rise depending on the market conditions and performance of the companies. Customers must understand that past performance is not a guide to future performance of the securities, contracts or market as a whole. In case the customers have any doubt or are unclear as to the risks/information disclosed in this document, PSX strongly recommends that such customer should seek an independent legal or financial advice in advance.

PSX neither singly or jointly and expressly nor impliedly guarantee nor make any representation concerning the completeness, accuracy and adequacy of the information contained in this document as this document discloses the risks and other significant aspects of trading/investment at the minimum level. PSX does not provide or purport to provide any advice and shall not be liable to any person who enters into a business relationship with a broker based on any information contained in this document. Any information contained in this document must not be construed as business/investment advice in any manner whatsoever.

THE CUSTOMERS MUST BE AWARE OF AND ACQUAINTED WITH THE FOLLOWING:

1. BASIC RISKS INVOLVED IN TRADING IN SECURITIES MARKET:

1.1 VOLATILITY RISK:

Volatility risk is the risk of changes in the value of financial product in any direction. High volatility generally means that the values of securities/contracts can undergo dramatic upswings and/or downswings during a short period. Such a high volatility can be expected relatively more in illiquid or less frequently traded securities/contracts than in liquid or more frequently traded one. Due to volatility, the order of a customer may not be executed or only partially executed due to rapid change in the market prices. Such volatility can also cause price uncertainty of the market orders as the price at which the order is executed can be substantially different from the last available market price or may change significantly thereafter, resulting in a real or notional loss.

1.2 LIQUIDITY RISK:

Liquidity refers to the ability of market participants to buy and/or sell securities expeditiously at a competitive price and with minimal price difference. Generally, it is assumed that more the numbers of orders available in a market, greater is the liquidity. Liquidity is important because with greater liquidity, it is easier for customers to buy and/or sell securities swiftly and with minimal price difference and, as a result, customers are more likely to pay or receive a competitive price for their executed trades. Generally, lower liquidity can be expected in thinly traded instruments than in liquid or more frequently traded ones. As a result, order of customer may only be partially executed, or may be executed with relatively greater price difference or may not be executed at all. Under certain market conditions, it may be difficult or impossible for the customers to liquidate a position in the market at a reasonable price, when there are no outstanding orders either on the buy side or on the sell side, or if trading is halted in a security/contract due to any reason.

1.3 SPECULATIVE TRADING RISK:

Speculation involves trading of a security/contract with the expectation that it will become more valuable in a very near future. These transactions are attempted to make profit from fluctuations in the market value of securities, rather than fundamental value of a security and/or underlying attributes embodied in the securities such as dividends, bonus or any other factor(s) materially affecting the price.

Speculative trading results in an uncertain degree of gain or loss. Almost all investment activities involve speculative risks to some extent, as a customer has no idea whether an investment will be a blazing success or an utter failure.

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

Day trading strategy is a common example of speculative trading in which customers buy and sell the same security/derivative within the same day, such that all obligations are netted off and closed and no settlement obligations stand. The customer indulging in a day-trading strategy needs to be more vigilant and informed than the customers investing for a longer period, as market may not move during the day as the day-trader originally anticipated, resulting in a loss to them.

1.4 RISK OF WIDER SPREAD:

The Bid-Ask spread is the difference between the offer price and bid price of a security/contract quoted by the Market Makers or trading parties. The size of spread is affected by a number of factors such as liquidity, volatility, free float (the total number of shares outstanding that are readily available for trading) etc. Generally, low liquidity, high volatility and low free float levels of a security may result in relatively wider Bid-Ask Spread. The higher Bid-Ask spread can result in greater cost to customers.

1.5 RISK PERTAINING TO THE PRICE FLUCTUATIONS DUE TO CORPORATE ANNOUNCEMENT:

The corporate announcements by the issuers for the corporate actions or any other material information may affect the price of the securities. These announcements combined with relatively lower liquidity of the security may result in significant price volatility. The customers, while making any investment decision in such securities/contracts, are advised to take into account such announcements. Moreover, the customers should be cautious and vigilant in case fake rumors are circulating in the market. The Customers are advised to refrain from acting purely based on such rumors rather take well informed investment decision in light of all facts and circumstances associated with such securities and their issuers.

1.6 RISK REDUCING ORDERS:

The customers can place orders for limiting the losses to certain amounts, such as Limit Orders, Stop Loss Orders, and Market Orders etc. Customers must ask their brokers for detailed understanding of these order types. Customers must acknowledge that placement of such orders for limiting losses to certain extent may not always be an effective tool due to rapid movements in the prices of securities and, as a result, such orders may not be executed.

1.7 SYSTEM RISK:

High volume trading will frequently occur at the market opening and before market close. Such high volumes may also occur at any point in the day causing delay in order execution or confirmation. During periods of volatility, on account of market participants continuously modifying their order quantity or prices or placing fresh orders, there may be delays in order execution and its confirmations.

1.8 SYSTEMIC RISK:

Systemic risk arises in exceptional circumstances and is the risk that the inability of one or more market participants to perform as expected will cause other participants to be unable to meet their obligations when due, thereby affecting the entire capital market.

1.9 SYSTEM AND NETWORKING RISK:

Trading on the PSX is done electronically, based on satellite/leased line based communications, combination of technologies and computer systems to place and route orders. All these facilities and systems are vulnerable to temporary disruption or failure, or any such other problem/glitch, which may lead to failure to establish access to the trading system/network. Such limitation may result in delay in processing or processing of buy or sell orders in part only or non-processing of orders at all. As with any financial transaction, the customer may experience losses if orders cannot be executed normally due to systems failures on the part of exchange or broker. The losses may be greater if the broker having customers' position does not have adequate back-up systems or procedures. Accordingly, the Customers are cautioned to note that although these problems may be temporary in nature, but when the customers have outstanding open positions or unexecuted orders, these limitations represent a risk because of obligations to settle all executed transactions.

1.10 RISK OF ONLINE SERVICES:

The customers who trade or intend to trade online should fully understand the potential risks associated with online trading. Online trading may not be completely secure and reliable and may cause delay in transmitting information, execution of instructions due to technological barriers. Moreover, the customer acknowledges and fully understands that he/she shall be solely responsible for any consequences arising from disclosure of the access codes and/or passwords to any third person or any unauthorized use of the access codes and/or passwords.

1.11 REGULATORY/LEGAL RISK:

Government policies, rules, regulations, and procedures governing trading on the exchange are updated from time to time. Such regulatory actions and changes in the legal/regulatory ecosystem including but not limited to changes in tax/levies may alter the potential profit of an investment. Some policies of the government may be focused more on some sectors than others thereby affecting the risk and return profile of the investment of the customers in those sectors.

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

2. RISKS IN DERIVATIVE AND LEVERAGE PRODUCTS:

Derivative and leveraged trades enable the customer to take larger exposure with smaller amount of investment as margin. Such trades carry high level of risk and the customers should carefully consider whether the trading in the derivative and leveraged products is suitable for them, as it may not be suitable for all customers. The higher the degree of leverage, the greater the possibility of profit or loss it can generate in comparison with the investment involving full amount. Therefore, the customers should trade in the derivative and leveraged products in light of their experiences, objectives, financial resources and other relevant circumstances.

Derivative product namely Deliverable Futures Contract, Cash Settled Futures Contract, Stock Index Futures Contract and Index Options Contracts and leveraged products namely Margin Trading System, Margin Financing and Securities Lending and Borrowing are available for trading at stock exchange.

The customer transacting in the derivative and leveraged markets needs to carefully review the agreement provided by the brokers and also thoroughly read and understand the specifications, terms and conditions which may include markup rate, risk disclosures etc. There are a number of additional risks that all customers need to consider while entering into derivative and leveraged market transactions. These risks include the following:

- (a) Trading in the derivative and leveraged markets involves risk and may result in potentially unlimited losses that are greater than the amount deposited with the broker. As with any high risk financial product, the customer should not risk any funds that the customer cannot afford to lose, such as retirement savings, medical and other emergency funds, funds set aside for purposes such as education or home ownership, proceeds from student loans or mortgages, or funds required to meet living expenses.
- (b) All derivative and leveraged trading involves risk, and there is no trading strategy that can eliminate it. Strategies using combinations of positions, such as spreads, may be as risky as outright long or short positions. Trading in equity futures contracts requires knowledge of both the securities and the futures markets.
- (c) The customer needs to be cautious of claims of large profits from trading in such products. Although the high degree of leverage can result in large and immediate gains, it can also result in large and immediate losses.
- (d) Because of the leverage involved and the nature of equity futures contract transactions, customer may feel the effects of his/her losses immediately. The amount of initial margin is small relative to the value of the futures contract so that transactions are 'leveraged' or 'geared'. A relatively small market movement will have a proportionately larger impact on the funds the customer has deposited or will have to deposit. This may work against customer as well as for him/her. Customer may sustain a total loss of initial margin funds and any additional funds deposited with the broker to maintain his/her position. If the market moves against his/her position or margin levels are increased, customer may be called upon to pay substantial additional funds on short notice to maintain his/her position. If the customer fails to comply with a request/call for additional funds within the time specified, his/her position may be liquidated/squared-up at a loss, and customer will be liable for the loss, if any, in his/her account.
- (e) The customer may find it difficult or impossible to liquidate/square-up a position due to certain market conditions. Generally, the customer enters into an offsetting transaction in order to liquidate/square-up a position in a derivative or leverage contract or to limit the risk. If the customers cannot liquidate position, they may not be able to realize a gain in the value on position or prevent losses from increasing. This inability to liquidate could occur, for example, if trading is halted due to some emergency or unusual event in either the equity futures contract or the underlying security, no trading due to imposition of circuit breaker or system failure occurs on the part of exchange or at the broker carrying customers' position. Even if customers can liquidate position, they may be forced to do so at a price that involves a large loss.
- (f) Under certain market conditions, the prices of derivative contracts may not maintain their customary or anticipated relationships to the prices of the underlying security. These pricing disparities could occur, for example, when the market for the equity futures contract is illiquid, when the primary market for the underlying security is closed, or when the reporting of transactions in the underlying security has been delayed.
- (g) The customer may be required to settle certain futures contracts with physical delivery of the underlying security. If the customer hold position in a physically settled equity futures contract until the end of the last trading day prior to expiration, the customer shall be obligated to make or take delivery of the underlying securities, which could involve additional costs. The customer should carefully review the settlement and delivery conditions before entering into an equity futures contract.
- (h) Day trading strategies involving equity futures contracts and other products pose special risks. As with any financial product, customers who seek to purchase and sell the same equity futures in the course of a day to profit from intra-day price movements ("day traders") face a number of special risks, including substantial commissions, exposure to leverage, and competition with professional traders. The customer should thoroughly understand these risks and have appropriate experience before engaging in day trading. The customer should obtain a clear explanation of all commission, fees and other charges for which he/she will be liable. These charges will affect net profit (if any) or increase loss.

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

3. GENERAL:

3.1 ASSETS HELD WITH BROKERS:

The customer should familiarize him/herself with the measures available for protecting from the risk of misappropriation or misuse of cash and securities held with the brokers. For such purpose, he/she may opt for UIN Information System (UIS) provided by National Clearing Company of Pakistan Limited (NCCPL). The customer should also provide correct mobile number/email address in order to receive SMS/e-Alerts services being provided by the NCCPL and Central Depository Company of Pakistan Limited (CDC) on each trade and movement of their securities.

Moreover, the customers should be aware of the protections given to money and securities deposited with the brokers, particularly in the event of a default by such broker or the broker's insolvency or bankruptcy. The customer recognizes that in such default/insolvency/bankruptcy scenario, the customer may recover his/her money and/or property to such extent as may be governed by relevant PSX Regulations and/or local laws in force from time to time.

3.2 CUSTOMERS RIGHTS AND OBLIGATIONS:

The customer must understand their rights and obligations as well as the rights and obligations of the brokers specified under the PSX Regulations and the Standardized Account Opening Form, Know Your Client Form, Standardized Sub-Account Opening Form of CDC, and Agreement(s) of Leveraged Products (Margin Trading System, Margin Financing and Securities Lending and Borrowing), where applicable, and any other applicable Rules, Regulations, Guidelines, Circulars etc. as may be issued by SECP and PSX from time to time.

- (a) The customers should ensure that they deal through the registered branch and with the registered Agents/Traders/Representatives of the broker. The customer shall also verify such details from the website of PSX and Jamapunji (www.jamapunji.pk);
- (b) Customer at the time of establishing relationship with the brokers, should obtain a clear explanation of all brokerage, commission, fees and other charges for which customer will be liable to pay and these charges will affect net cash inflow or outflow;
- (c) It is obligatory for the brokers to issue contract note, in either electronic form or hard copy, by next working day of trading. The contract note shall contain all information relating to trade execution including commission and charges applicable on the customers. In case contract note is not issued, customer should inquire with broker immediately and in case the matter is not resolved, the same should be reported to the PSX;
- (d) The customers should match the information as per the contract notes with the SMS/e-Alert received from CDC and/or NCCPL and may also verify from the UIS facility from the website of NCCPL.

UNDERTAKING

I, the customer, hereby acknowledge that I have received this Risk Disclosure Document and have read and understood the nature of all risks and other contents and information provided in this document.

Date: _____

Signature of Broker



Authorized signatures & stamp of the Applicant

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

Taurus Securities Limited

Commission Schedule

(Standard Range/Scale of Brokerage Commission with the approval of SECP as per PSX/N-1258)

Type of Market	From	To	Commission	Low
Regular Market (Delivery and Square Trades)	0.01 & above		0.1500%	0.0300
Future Deliverable Market (Delivery and Square Trades)	0.01 & above		0.1500%	0.0300

Note:

- The prescribed range is from 3 Paisa per share or 0.15% of the transaction value, whichever is higher, up to 2.5% of the transaction value in the above mentioned transactions.
- Commission is exclusive of levies.
- Rate in each type of transaction can be scaled up within the minimum and maximum ranges
- Minimum rate of brokerage commission shall not be applicable on any other markets or transactions not mentioned herein above.
- The Commission may provide clarification and treatment in respect of applicability of standard range/scale of brokerage commission on different types of transactions.

Authorized Signature & Stamp of Applicant: _____

Signature of Broker: _____

Taurus Securities Limited
Schedule of Applicable Regulatory and Statutory Levies

1	CDC Sub Account Fees		Rs. 400 p.a.	
2	UIN Maintenance Fees		Rs. 2500 p.a.	
3	CKO Maintenance Fees		Rs. 300 p.a.	
4	Physical Shares Deposit in CDC		Rs. 0.10 per share	
5	Sindh Sales Tax		13% on Commission Amount	
6	Capital Value Tax (CVT)		Rs. 0.01% on Purchase Value	
7	Revision of Holding Period and Tax Rates for Filer and Non-Filer: Tax rates to be paid under section 37A on disposal of securities listed on Pakistan Stock Exchange ("PSX") shall be as follows:			
	Market	Period	Investors appearing in ATL	Investors not appearing in ATL
	PSX	Where the security was acquired on or before June 30, 2022	12.5%	25.0%
		Where the security is acquired on or after July 1, 2022:		
		Where the holding period does not exceed one year	15.0%	30.0%
		Where the holding period exceeds one years but does not exceed two years	12.5%	25.0%
		Where the holding period exceeds two years but does not exceed three years	10.0%	20.0%
		Where the holding period exceeds three years but does not exceed four years	7.5%	15.0%
		Where the holding period exceeds four years but does not exceed five years	5.00%	10.0%
		Where the holding period exceeds five years but does not exceed six years	2.50%	5.00%
		Where the holding period exceeds six years	0.00%	0.00%
8	Yearly NCCPL Tarrif for CGT as per below mention slabs:			
	Status		Tariff Amount	
	If trade value are less than Rs. 100,000/=		Nil	
	If trade value are between Rs. 100,000 to Rs 5 Million		200	
	If trade value are between Rs. 5 Million to Rs. 10 Million		300	
	If trade value are between Rs. 10 Million to 50 Million		800	
	If trade value are between Rs. 50 Million to 100 Million		2,500	
	If trade value are between Rs. 100 Million to 500 Million		7,000	
	If trade value are between Rs. 500 Million to 1.0 Billion		30,000	
	If trade value are between Rs. 1.0 Billion to Rs. 5.0 Billion		40,000	
	If trade value are over Rs. 5.0 Billion		60,000	
9	SECP Laga		Nil (Borne by Broker)	
10	PSX Laga		Nil (Borne by Broker)	
11	Advance Tax		Nil (If not applicable)	
12	Withholding Tax (WHT)		Nil (If not applicable)	
13	NCCPL Charges		Nil (Borne by Broker)	
14	CDC Charges		Nil (Borne by Broker)	

Any change in the above will be notified to the account holder.

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

**CLIENT PROFILE / CDD FORM
(FOR COMPANY AND OTHER BODY CORPORATE)**

S.No.	Particulars	Corporate Applicant
01.	Name (as per Constitutive Document)	
02.	Incorporation or Registration No.	
03.	Date of Incorporation or Registration	
04.	Registered Office	
05.	Nature of Business	
06.	Geographies of Business	<input type="checkbox"/> Sindh <input type="checkbox"/> Punjab <input type="checkbox"/> Baluchistan <input type="checkbox"/> KPK <input type="checkbox"/> Aboard (Specify) _____ <input type="checkbox"/> Other (Specify) _____
07.	Expected type of counter-parties	<input type="checkbox"/> Corporate <input type="checkbox"/> Wholesaler <input type="checkbox"/> Retailer <input type="checkbox"/> Govt. Institution <input type="checkbox"/> Other (Specify) _____
08.	Expected Annual Income	Rs. _____
09.	Gross Annual Income	<input type="checkbox"/> Less than Rs. 2,500,000 <input type="checkbox"/> Rs.2,500,001- 5,000,000 <input type="checkbox"/> Rs. 5,000,001-20,000,000 <input type="checkbox"/> Rs. 20,000,001-50,000,000 <input type="checkbox"/> Rs. 50,000,001-100,000,000 <input type="checkbox"/> More then 100,000,000
10.	Investment Intention	<input type="checkbox"/> Long Term Investment <input type="checkbox"/> Short Term Investment <input type="checkbox"/> Both <input type="checkbox"/> Other (Specify) _____
11.	Expected Monthly Turnover	
	In Amount	Rs. _____
	No. of Transactions	No. _____
12.	Normal or Expected Mode of Transaction	<input type="checkbox"/> Crossed Cheque <input type="checkbox"/> RTGS/T.T <input type="checkbox"/> Other (Pl) Specify _____
13.	Delivery Channel	<input type="checkbox"/> Traditional Banking / Branch Banking Channel <input type="checkbox"/> ATM Transfer <input type="checkbox"/> Internet Banking <input type="checkbox"/> Other (Pl.) Specify _____
14.	Refusal of Brokerage services by any other brokerage house.	<input type="checkbox"/> No <input type="checkbox"/> Yes <input type="checkbox"/> (If yes provide Details) _____
15.	Accounts in any other Brokerage House	<input type="checkbox"/> No <input type="checkbox"/> Yes

I/We, solemnly hereby, confirm that the information provided above is true, accurate and complete.

Authorized Signature & Stamp of Applicant.: _____

TAURUS
SECURITIES LIMITED
A Subsidiary of National Bank of Pakistan

PROFIT ON IDLE FUNDS

Date: ___ / ___ / 20__

Dear Valued Customer,

We remain grateful to you for using the brokerage services of Taurus Securities Limited (a Subsidiary of National Bank of Pakistan). We strive to provide the best of services to our clients and meet the highest standards of compliance and regulatory needs.

We are pleased to inform you that Taurus Securities Limited shall be distributing 2/3 rd of the profit earned on free cash in clients accounts and crediting the same to the client on a quarterly basis. 1/3rd of the profit earned would be retained as service charges by the Company.

Regards,

For Taurus Securities Limited

Authorized Signatory

The Manager Operations
Taurus Securities Limited
Karachi
Dear Sir,

This is in context to my/our online trading account no. _____ maintained with Taurus Securities Limited.

Regarding earning of returns on idle funds deposited in my/our above mentioned online trading account, I/we would like:

- Credit profit on my Idle Funds in my online trading account at Taurus Securities Limited
- I do not wish to avail this facility. I do not require any profit on my idle funds.

Thank you

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

Taurus Securities Limited

Section E. Confirmation (to be signed by authorised signatories)

I/ We, on behalf of the Entity, understand that the information provided above is being submitted to enable Taurus Securities Limited, it's branches, affiliates, and / or holding/subsidiaries (collectively "the Broker") to comply with its obligations under FATCA and hereby confirm the information provided above is true, accurate and complete. I/ we hereby consent for the Broker to share Entity's required information with regulators or tax authorities, including relevant authorities as required under FATCA, where necessary/ applicable to establish entity's tax liability in such jurisdiction(s) where required by regulators or tax authorities (except where specified against Question 2, Section D above). I/ we consent and agree that, if applicable, the Broker may withhold from the account of the Entity such amounts as may be required according to applicable laws, regulations and directives. I/ we also agree and undertake to notify the Broker within 30 calendar days if there is a change in any information of the Entity, which has been provided to the Broker.

For and on behalf of (Name of the Entity)

Authorised Signatory	Authorised Signatory

Date:

For TSL's Use Only

FATCA Documentation Checklist

<p>Entities Incorporated in the U.S. (As per Section A)</p> <input type="checkbox"/> Duly completed & signed Form W-9 for the entity with TIN #	<p>Foreign (Non-U.S.) Financial Institution (As per Section D)</p> <input type="checkbox"/> Duly completed & signed Form W-8BEN-E for the entity with GIIN #
<p>FATCA Exempt Entity (As per Section B)</p> <input type="checkbox"/> Duly completed & signed Form W-8BEN-E for the entity or <input type="checkbox"/> Duly completed & signed Form W-8EXP for the entity	<p>FFIs claiming other status (As per Question 3, Section D)</p> <input type="checkbox"/> Duly completed & signed Form W-8BEN-E for the entity (for All Entities) <input type="checkbox"/> Owner Reporting Statement (for ODFFI only) <input type="checkbox"/> Form W-9 or W-8BEN forms for person in ODFFI reporting statement
<p>Non-Financial Foreign (Non-U.S.) Entities (NFFE) (As per Section C)</p> <input type="checkbox"/> Duly completed & signed Form W-8BEN-E for the entity <input type="checkbox"/> Constitution document as per Question 4, 5 & 6	<p>Other FATCA Form provided by entity to support a claim (if applicable)</p> <input type="checkbox"/> W-8ECI (income effectively connected with business within the U.S.) <input type="checkbox"/> W-8IMY (Claim that the entity is acting as an Intermediary)
<p>NFFE having Substantial U.S. Owners (As per Question 3, Section C)</p> <input type="checkbox"/> Duly completed & signed Form W-8BEN-E for the entity <input type="checkbox"/> Duly completed & signed Form W-9 for each Substantial U.S. Owner <input type="checkbox"/> Constitution document as per Question 4, 5 & 6	<input type="checkbox"/> No FATCA Documentation Required

FATCA Classification of Account

<input type="checkbox"/> U.S. Entity	<ul style="list-style-type: none"> • Applicant completes Section A and provides Form W-9 (for the entity)
<input type="checkbox"/> Non-U.S. Entity	<ul style="list-style-type: none"> • Applicant identifies itself in Section B & provides Form W-8BEN-E to that effect (indicating same status as marked on checklist) • Applicant identifies itself in Section C or D, and fulfills FATCA documentation requirements

Authorisation

We confirm that the responses of the applicant(s) to relevant sections of the checklist have been cross verified against information provided by them in the Account Opening Form and that no discrepancy has been found therein. We also confirm that duly signed and completed FATCA Documentation has been obtained from applicant as established through the checklist and marked above. Moreover, the account has been classified and accordingly the account's FATCA status has been marked above.

	Sales Person / Agent	Head of Sales / Online
Signature		
Date:		

¹ Mark as "Not a Specified U.S. Person" if any of the following; otherwise mark as "Specified U.S. Person"

*A listed company with regularly traded stock, *A Bank, *A company exempt from taxation in the U.S., *A real estate investment trust, *A regulated investment company, *A common trust fund, *A trust that is exempt from tax, *A broker or a dealer in securities, commodities, or derivative financial instruments that is registered under the laws of U.S. or state;

² Income from other than core activities includes income from passive sources such as returns on investments, profit from sales of property etc.

KYC FORM/BENEFICIAL OWNERSHIP – Corporate Client

Date: _____ Please write in block letters using blank ink

Name of Institution	
Registration Number	

1. Know your Customer (KYC) – MANDATORY INFORMATION

a) Nature of Business	Manufacturing <input type="checkbox"/>	Exploration <input type="checkbox"/>	Banking Services <input type="checkbox"/>
	Real Estate Business <input type="checkbox"/>	Rental Services <input type="checkbox"/>	Marketing Services <input type="checkbox"/>
	Wholesaler <input type="checkbox"/>	Import/export <input type="checkbox"/>	Welfare/Charitable <input type="checkbox"/>
	Retailer <input type="checkbox"/>	Legal & Consultancy <input type="checkbox"/>	Work <input type="checkbox"/>
	Insurance Services <input type="checkbox"/>	Services <input type="checkbox"/>	Retirement Benefits <input type="checkbox"/>
	Distribution Services <input type="checkbox"/>	Agriculture & <input type="checkbox"/>	Non-Banking <input type="checkbox"/>
	Jeweller/Precious <input type="checkbox"/>	Agriculture Products <input type="checkbox"/>	Financial Services <input type="checkbox"/>
	Metal & Stones Dealer <input type="checkbox"/>	Dairy Farming & <input type="checkbox"/>	Other (please Specify) <input type="checkbox"/>
		Dairy Products <input type="checkbox"/>	_____

b) Does your institution receive any type of donations? Yes No

c) Name of group companies (if any)

d) Name and CNIC No. of CEO /Managing Director/President/Principal Trustee

Name	CNIC/NICOP/PASSPORT NO.

e) Name(s) and CNIC Number(s) of Director(s)/Partner(s)/Trustee(s)/Member(s) of Governing Body/ Member(s) of Executive Committee

Name	CNIC/NICOP/PASSPORT NO.	Nationality

f) Please Provide the following details of Individual (Natural Person) Shareholders holding 10% or Above Stake in your Institution

Name of Individual (Natural Person) Shareholder	CNIC/NICOP/PASSPORT NO.	% of Shareholding

g) Please provide the following details of individual (natural person),if any, who exercise significant influence on your institution or has an executive authority in your institution or equivalent or similar position and not covered in (d),(e) & (f) above

Name	CNIC/NICOP/PASSPORT NO.	Nationality

h) Please provide the following details of the legal person holding shares equal to 10% or above in your institution

Name of Legal Person	Nature of Business	% of Shareholding

I) Please provide the following details of the individual (natural person) holding shares equal to 10% or above of that legal person mentioned in (h) above

Name of Individual (Natural Person) Shareholder	CNIC/NICOP/PASSPORT NO.	% of Shareholding in a Legal Person

j) Please provide the details of beneficial owners of the institution if not disclosed in (e),(f),(g) & (i) above

Name of Beneficial Owner	CNIC/NICOP/PASSPORT NO.	Details of Beneficial Ownership

2. Declaration and Signatures

I/We the undersigned hereby declare that :

1. The information provided in this KYC Form is correct, complete and up-to-date to the best of my/our knowledge and belief and the documents submitted along with the KYC Form are complete in all respect.
2. I/We hereby assure to the Brokerage House that I/We have disclosed the beneficial owner(s) of the Institution to the Brokerage House and I/We will inform the Brokerage House in any change in these beneficial owner(s)

Authorized signatures & stamp of the Applicant

AGREEMENT FOR MARGIN TRADING

THIS AGREEMENT is made at _____ on the _____ day of _____ 20 BETWEEN MR. / M/S **Taurus Securities Limited, TREC Holder PAKISTAN STOCK EXCHANGE** (hereinafter referred to as the “**TREC Holder**”) AND MR. / M/S. _____, an individual/ partnership firm / company, resident of / having office at _____, (hereinafter referred to as the “**CLIENT**”) for the administration of margin trading account.

WHEREAS

- (a). The TREC Holder is a Member of the Pakistan Stock Exchange (hereinafter called the “**Stock Exchange**”) and registered with the Securities & Exchange Commission of Pakistan (hereinafter called the “**Commission**”).
- (b). The Client is as Account Holder of the TREC Holder having executed and submitted the Standardized Account opening Form prescribed by the Commission and has applied to the TREC Holder for grant it to carry out Margin Trading of securities.

NOW THIS AGREEMENT WITNESSETH AND THE PARTIES HERETO AGREE AS UNDER

1. Limit in margin trading will be allowed to the client as per company policy.
2. The Client hereby affirms and declares that he / it is not one of the persons declared ineligible for availing the said facilities.
3. Margin Trading of Securities on account of the client shall be governed by the Securities (Leveraged Markets and Pledging) Rules, 2011 and any amendments thereto or substitutions thereof or any other legal or regulatory requirement as implemented from time to time. The client(s) undertake(s) to execute the TREC Holder's standardized documents for such transactions, including those prescribed by SECP, PSX, NCCPL, etc.
4. The Margin Trading Facility shall be for a tenor not greater than the respective tenor prescribed by the PSX (KSE) from time to time or such other period as the TREC Holder may at its sole discretion determine.
5. The minimum equity participation amount that the TREC Holder shall accept for MT Facility shall not be lower than the limit prescribed by the National Clearing Company of Pakistan Limited Regulations, 2003, (Regulations) as amended and/or modified from time to time. However, the TREC Holder at its discretion can request for higher equity participation than what is prescribed in the Regulations.
6. In respect of MT transactions, the Client(s) shall pay to the TREC Holder mark-up on financing computed at the rate as decided from time to time pro-rated to the actual number of days for which any amount is financed to or on account of the Client(s). The TREC Holder shall have the right to debit Client(s) account for the mark-up and the Client(s) undertake(s) to pay the mark-up immediately upon written demand from the TREC Holder without raising any issues.
7. The purchase of securities shall be carried out by the Client(s) only in respect of MT Eligible Securities as decided by the TREC Holder from time to time. The Client(s) accept(s) and acknowledge(s) that the TREC Holder has the sole discretion to limit the number of MT Eligible Securities for which it may wish to facilitate the Client(s), and the Client(s) can only ask for facilitation of those MT Eligible Securities from the TREC Holder which the TREC Holder has short-listed. Any change to the MT Eligible Securities shall be effected immediately by the TREC Holder except where the MT Securities' contract already executed require otherwise.
8. In case of any corporate action such as a dividend declaration or a rights announcement by a MT Eligible Security which has been financed by the TREC Holder / MT Financier, such right shall remain vested with the Client(s) and the TREC Holder/MT Financier shall not benefit from such actions inspite of the securities being in its custody.
9. If there is any loss in the Client(s)' account due to Mark-to-Market (MTM) of the MT Contract, such losses shall be settled by the Client(s) within one business day.
10. The TREC Holder is hereby authorized by the Client(s) to mortgage, pledge or hypothecate the securities deposited or bought on behalf of the Client(s) by the TREC Holder to the related financial institution for a sum not exceeding the outstanding balance in the margin account, to the extent that the same is permissible under the applicable laws, Rules and Regulations.

11. The Client(s) unconditionally agree(s) that his/her/its/ their securities may be sold by the margin financier, in case of any default or margin call not being addressed as per the requirements of Rules & Regulations as applicable from time to time, in the course of financing.
12. All fees and charges will be charge to client as NCCPL and PSX may charge.
13. Client can renew or close his/her MTS position on/or any trading day.
14. Notwithstanding the conditions of Clauses 4 and 8, in the event of default, failure, refusal or inability on part of the Client(s) to repay the finance or any outstanding mark-up thereon, the TREC Holder shall have the right to square up and liquidate the position of the Client(s) and sell all the securities held on account of the Client(s) upon one business day's notice to the Client(s). The net sale proceeds so realized after deduction of brokerage, costs, taxes, duties, etc. shall be applied towards adjustment of the outstandings owed by the Client(s) to the TREC Holder. In case of any shortfall, the Client(s) shall be liable to pay the same to the TREC Holder with late payment charges, computed from the due date(s) of the outstanding amount upto the date of actual realization by the TREC Holder.
15. It is hereby distinctly understood that the grant of this MT Facility by the TREC Holder to the Client(s) is subject to the provisions of the Securities (Leveraged Markets and Pledging) Rules, 2011 with such variations and modifications as may be made from time to time. The Client(s) has/have read, understood and agreed to abide by the provisions of the said Rules, as well as other applicable Rules and Regulations. Further, all applicable Procedures, prescribed Documents, Policies, Notifications, Rules, Regulations, etc. issued or made by the Stock Exchange/ NCCPL/Commission in respect of Margin Financing/ Marin Trading shall become applicable and binding on the Client(s) and the TREC Holder. If any fine is imposed or other adverse action is taken by the Commission or the Stock Exchange or NCCPL against the TREC Holder due to non-compliance of any of the provisions of the said Rules and/or any direction of the Commission or the Stock Exchange or NCCPL by the Client(s), the Client(s) shall be liable to pay the same to the TREC Holder and indemnify and keep indemnified the TREC Holder against all losses, costs, expenses, demands, proceedings and compensate the TREC Holder in all respect to the full extent.
16. The TREC Holder hereby discloses, and the Client(s) acknowledge(s) that the transaction and activity of margin trading/margin financing has its inherent risks, and consequently, the Client(s) by entering into this Agreement accepts such risks. Such risks include, but are not limited to, default risk, economic risk, market risk, regulatory risk, interest rate risk, priority rights of other creditors in case of liquidation, and other force majeure events like terrorism, acts of God, civil commotion, failure of communication and I.T. related systems downtime or other glitches, etc.
17. The Client(s) represent(s) that the funds being provided by him/her/them/it is/are his/her/its/their own funds and not obtained or borrowed from any other person.
18. All rules as per MTS provided by NCCPL may apply on client and TREC Holder both side.

IN WITNESS WHEREOF the parties hereto, have executed this Agreement on the date and year mentioned above

Signature of TREC Holder (Broker)

Authorized signatures & stamp of the Applicant

WITNESSES

(Signature, Name And Addresses)

1. _____
Name: _____
Address _____
C.N.I.C. No. _____

2. _____
Name: _____
Address _____
C.N.I.C. No. _____

MARGIN TRADING APPLICATION FORM

(Note: Each and every column must be filled in)

Account Opening Form Reference No. _____	Date: _____
Name of Brokerage House: Taurus Securities Limited	
Client ID/Account No: _____	
CDC Account No: _____	

I/We _____ hereby apply for Margin Trading.

I/We declare that since last five years:

- (i). I/We have not applied to be adjudicated as an insolvent and that I/we have not suspended payment and that I/we have not compounded with my/our creditors;
- (ii). I/We am/are not un-discharged insolvent;
- (iii). I/We have not been declared defaulter in repayment of loan of a bank/financial institutions; and
- (iv). I/We have not been convicted by a court of law for an offence involving moral turpitude;

I/We have read, understand and agree to the terms and conditions of the Securities (Leveraged Markets and Pledging) Rules, 2011 and agree to abide by all the provisions, terms and conditions contained therein, at all times. I/We confirm that all the information in this application is complete and accurate and what is stated above is true and correct to the best of my/our knowledge and belief.

Name & Address of the Applicant: _____

Authorized signatures & stamp of the Applicant

Date

Politically Exposed Persons Declaration Form

In Pakistan Anti-Money Laundering and Anti-Terrorist Financing Legislation require that Financial Institutions obtain the following information in connection with clients who are politically exposed.

Client Information

Name of client	
Account Type	
Residence Status	

Politically Exposed Person Information

If you are a PEP, please provide the following information *Yes No

* If yes provide the following information.

PEP name: _____

1. Public office description and role _____

2. Date when office was assumed

D	D	M	M	Y	Y	Y	Y
---	---	---	---	---	---	---	---

3. Date when office was left

D	D	M	M	Y	Y	Y	Y
---	---	---	---	---	---	---	---

Additional Connections

Are you connected to one or more persons who holds or has held a senior government, political or military positions	<input type="checkbox"/> Yes* <input type="checkbox"/> No
Are there other persons on this account who are connected to a person who holds or has held a senior government, political or military person?	<input type="checkbox"/> Yes* <input type="checkbox"/> No
*If yes, please complete a separate form for each connections and /or account holder.	

If you are not a person who holds or has held a senior government, political or military position what is the name of the politically exposed person you are a family member of?

Name of person	
----------------	--

Indicate the senior government, political or military position held, and if you are a family member or close associate what your relationship to that person is.

Office and Position Description:

<input type="checkbox"/> Head of State or Head of government	<input type="checkbox"/> Minister or equivalent rank
<input type="checkbox"/> Member of a legislature or member of executive council of government	<input type="checkbox"/> President of a state-owned company or a state-owned bank
<input type="checkbox"/> Deputy Minister or equivalent rank	<input type="checkbox"/> Judge
<input type="checkbox"/> Ambassador or attache or counselor of an ambassador	<input type="checkbox"/> Leader or president of a political party represented in a legislature
<input type="checkbox"/> Military officer with a rank of general or above	<input type="checkbox"/> Other (specify) _____

Relationship:

<input type="checkbox"/> Self	<input type="checkbox"/> Close associate
<input type="checkbox"/> Mother	<input type="checkbox"/> Spouse
<input type="checkbox"/> Father	<input type="checkbox"/> Spouse's Mother or Father
<input type="checkbox"/> Child	<input type="checkbox"/> Sibling (Brother, Sister, Step-Sibling, Adoptive Sibling.
<input type="checkbox"/> Others _____	

Title of Position Held: _____

In what jurisdiction is/ was the position held? _____

During what time period was the position held? Starting ___/___/___ Ending ___/___/___

Declaration

I hereby undertake to inform the Company of any change in the status specified above at any time in the future, immediately.

Name : _____

Signature: _____

Date: _____

Declaration of Beneficial Owner(s)

The law on the Prevention of Money Laundering and the Financing of Terrorism requires every Financial Institution to fulfill a number of client identification obligations. One such obligation consists in identifying the beneficial owner of their client

This Declaration is made for the following natural person (Customer and /or beneficial owner)

Name of client	
Date & Place of Birth	
Resident Status	

This Declaration is made (Please check the appropriate box below)

For myself

For the Beneficial Owner

If this declaration is made for the Beneficial Owner, Please complete the following

Beneficial Owner's Personal Information

Name of Beneficial Owner	
Date of Birth and place	
Resident status	
Address	
Citizenship (List of Countries)	

Beneficial Owner's Employment / Business Address

Name of Employer / Business	
Business / Employer's Address	
Type of Business	
Occupation / Position	
Year with Employer / Business	

Additional Information

Do you or your spouse own or control (e.g. a director, senior officer, owns 10% or more) of the voting rights of a publically traded company (i.e. company shares are traded on a stock exchange)	You <input type="checkbox"/> Yes <input type="checkbox"/> No	Your Spouse <input type="checkbox"/> Yes <input type="checkbox"/> No
---	--	--

Declaration

I / We hereby certify that the information furnished here above is complete, true and accurate in all respects. I am / We are aware of the true identity of the beneficial owner(s) and there are no anonymous principal(s). I agree to inform TSL immediately of any material change in the information.

 Authorized signatures & stamp of the Applicant

Date: _____

ACKNOWLEDGEMENT

I / We hereby acknowledge that I / We have received the investor Awareness Guide with the Standard Account Opening Form. I / We have read and understand the Investor Awareness Guide thoroughly.

I / We have received a copy of complete set of know Your Customer (KYC) Application Form and Customer Relationship Form (CRF) from Taurus Securities Limited.

I / We hereby acknowledge that I / We have received the Terms and Conditions (Annexure B) to this Form at the time of signing of this agreement and have carefully read, understand and accepted the Terms and Conditions which are deemed to be a part of this form

Authorized signatures & stamp of the Applicant

Application Checklist

For us to process your application, Please ensure that all of the following have been completed on your application form and necessary documents are attached:

	<i>(Please Tick)</i>
Read and understood the Terms & Conditions	<input type="checkbox"/>
CRF fully completed, signed and stamped.	<input type="checkbox"/>
KYC application form full completed, signed and stamped.	<input type="checkbox"/>
Risk Disclosure Document signed and stamped.	<input type="checkbox"/>
Account Agreement signed	<input type="checkbox"/>
Schedule of Commision	<input type="checkbox"/>
Schedule of Applicable Regulatory & Statutory Levies signed	<input type="checkbox"/>
Client Profile / CDD Form	<input type="checkbox"/>
Profit on Idle Funds signed	<input type="checkbox"/>
FATCA Checklist (Corporate) fully completed and signed	<input type="checkbox"/>
KYC Form / Beneficial Owner	<input type="checkbox"/>
MTS Agreement fully completed and signed	<input type="checkbox"/>
Politically Exposed Person Declaration Form	<input type="checkbox"/>
Declaration of Beneficial Owner	<input type="checkbox"/>
Acknowledgement-Investor Guide Book	<input type="checkbox"/>
Attested Copies of CNIC/Passport of authorized person(s) and other KYC Documents enclosed.	<input type="checkbox"/>
Cheque for minimum deposit in favor of Broker is enclosed	<input type="checkbox"/>
Transfer details of shares for minimum deposit are given below (if any)	<input type="checkbox"/>

Stock transfer details for CDS stocks

Stock	Quantity	Transfer

Signatures:

Authorized signatures & stamp of the Applicant

Participant/TREC Holder

Annexure-B

TERMS AND CONDITIONS

Please read and understand the Terms and Conditions before signing and executing this form.

These Terms and Conditions shall constitute a Contract between the Parties hereto. This Contract shall govern opening, maintenance and operations of Trading Account, CDC Sub-Account(s) and sharing of UIN and KYC information to/from NCCPL and ancillary matters connected therewith.

GENERAL TERMS AND CONDITIONS

1. All Trades, Transactions, including non-Exchange Transactions, Derivative Contracts and deals (jointly referred to as "Transactions") between the Parties and Clearing and Settlement thereof and opening, maintenance and operations of Sub-Account in the CDS shall be subject to the Securities Act, 2015, Central Depositories Act, 1997, Pakistan Stock Exchange (PSX) Regulations, Central Depositories Company of Pakistan Limited (CDC) Regulations, CKO Regulations 2017, National Clearing Company of Pakistan Limited (NCCPL) Regulations and the Securities Brokers (Licensing And Operations) Regulations, 2016 including Procedures, Manuals, Policies, Guidelines, Circulars, Directives and Notification issued and as amended thereunder by the Securities and Exchange Commission of Pakistan (SECP), PSX, CDC or NCCPL from time to time.
2. The information provided in KYC application form and/or CRF Shall be in addition to and not in derogation of the requirements prescribed under Anti Money Laundering and Countering Financing of Terrorism Regulations, 2018.
3. The Securities Broker/Participant shall ensure provision of copies of all the relevant laws, rules and regulations at its office for access to the Sub-Account Holder(s)/Customer(s) during working hours. The Securities Broker/Participant shall ensure that its website contains hyperlinks to the websites/pages on the website of the PSX, CDC, NCCPL and the SECP displaying above said regulatory framework for reference of the Customers.
4. In case of a Joint Account, all obligations and liabilities of the Applicants under these Terms and Conditions shall be joint and several.
5. These Terms and Conditions shall be binding on the nominee, legal representative, successors in interest and/or permitted assigns of the respective Parties hereto.
6. The Securities Broker/ Participant shall provide a list of its Registered Offices and Representatives authorized and employees designated to deal with the Sub-Account Holder(s)/Customer(s) along with their authorized mobile/landline/fax number(s), email and registered addresses. Any change(s) therein shall be intimated in writing to the Sub-Account Holder(s)/Customer(s) with immediate effect.
7. Subject to applicable laws, the Securities Broker/Participant shall maintain strict confidentiality of the Customer related information and shall not disclose the same to any third party. However, in case the SECP, PSX, CDC or any competent authority under the law, as the case may be, requires any such information, the Securities Broker/ Participant shall be obliged to disclose the same for which the Customer shall not raise any objection whatsoever.
8. The Securities Broker/ Participant shall independently verify any of the Customer's related information provided in this Form and under the relevant laws, rules and regulations for the purpose of KYC.
9. In case of any change in the Customer's related information provided in this Form, the Customer shall provide necessary details to the Securities brokers/Participant. Upon receipt of instruction from the Customer, the Participant/Securities Broker shall give effect to such changes in the manner prescribed under the relevant regulations. The Participant/Securities Broker shall have the right to incorporate any change(s) in the Sub-Account Holder(s)/Customer's information in the CDS as sent by NCCPL as CKO and that such change(s) shall be deemed to have been authorized by the Sub Account Holder(s)/Customer(s). In case of any change in the Participant's/ Securities Broker address or contact numbers or any other related information, the Securities Broker/Participant shall immediately notify the Sub-Account Holder(s)/Customer(s).
10. Any change in this Form or these Terms and Conditions by virtue of any changes in the aforesaid legal frameworks shall be deemed to have been incorporated and modified the rights and duties of the Parties hereto. Such change(s) shall be immediately communicated by the Securities Broker/Participant to the Sub-Account Holder(s)/Customer(s).
11. The Securities Broker/ Participant and the Customer shall be entitled to terminate this Contract without giving any reasons to each other after giving notice in writing of not less than one month to the other Party. Notwithstanding any such termination, all rights, liabilities and obligations of the Parties arising out of or in respect of Transactions entered into prior to the termination of this Contract shall continue to subsist and vest in /be binding on the respective Parties or his / its respective heirs, executors, administrators, legal representatives or successors in interest and permissible assigns, as the case may be. Closure of Sub-Account of the Customer under this clause shall be subject to the condition that neither any corporate action is pending at that point of time in connection with any Book-entry Securities in the Sub-Account nor any Book-Entry Securities are in Pledged Position and that the outstanding dues, if any, payable by any Party to the other Party is cleared and that the Customer has transferred or withdrawn all the Book-Entry Securities from his Sub-Account.
12. Where applicable, the terms "Sub-Account Holder" and "Participant" used in this Form shall include the "Customer" and "Securities Broker/TRE Certificate Holder" respectively.
13. The Securities Broker/Participant should ensure due protection to the Sub-Account Holder/ Customer regarding rights to dividend, rights or bonus shares etc. in respect of transactions routed through it and not do anything which is likely to harm the interest of the Sub-Account Holder with/from whom it may have had transactions in securities.
14. The Participant/Securities Broker shall ensure that duly filled in and signed copy of this form along with the acknowledgement receipt is provided to the Sub-Account Holder.

TERMS AND CONDITIONS FOR OPENING AND OPERATIONS OF CDC SUB-ACCOUNT

The Terms and Conditions set herein below shall govern the Sub-Account forming part of the Account Family of the CDS Participant Account of the Participant, which shall be binding on the Sub-Account Holder as well as the Participant:

1. The Registration Details and such other information specified by the Applicant in this form for opening of the Sub-Account shall appear in the Sub-Account to be established by the Participant in the Central Depository System who shall ensure the correctness and completeness of the same.
2. The Book-entry Securities owned by the Sub-Account Holder shall be exclusively entered in the Sub-Account of such Sub-Account Holder.
3. Transfer, Pledge and Withdrawal of Book-entry Securities entered in the Sub-Account of the Sub-Account Holder shall only be made from time to time in accordance with the authorization given by the Sub-Account Holder to the Participant in Part (E) above pursuant to Section 12 and 24 of the Central Depositories Act, 1997. Such authorization shall constitute the congregated / entire authorizations by the Sub-Account Holder(s) in favour of the Participant and supersedes and cancels all prior authorizations (oral, written or electronic) including any different, conflicting or additional terms which appear on any agreement or form the Sub-Account Holder(s) has executed in favour of the Participant.
4. Participant shall be liable to give due and timely effect to the instructions of the Sub-Account Holder given in terms of the above-referred authorization with respect to transfer, pledge and withdrawal of Book-entry Securities entered in his/her Sub-Account under the control of the Participant. Such instructions, among other matters, may include closing of Sub-Account.
5. Participant shall send within 10 days of end of each quarter Account Balance statement to the Sub-Account Holder without any fee or charge showing the number of every Book-entry Security entered in his/her Sub-Account as of the end of the preceding quarter. Such Account Balance statement shall be generated from the CDS. Further, the Sub-Account Holder may request for such statement (including Account Activity reports) from the Participant at any time on payment of a fee on cost basis as prescribed by the Participant. The Participant shall be liable to provide such report/statement to the Sub-Account Holder within 3 Business Days from the date of receipt of such request, with or without charges.
6. In consideration for the facilities and services provided to the Sub-Account Holder by the Participant, the Sub-Account Holder shall pay fees and charges to the Participant as applicable for availing such facilities and services under the Central Depositories Act, 1997, the Regulations and these Terms & Conditions. In case of outstanding payment against any underlying market purchase transaction, charges and/or losses against the Sub-Account Holder, the Participant shall have the right, subject to Clause 3 above and under prior intimation to the Sub-Account Holder to clear the payment, charges and/or losses (including any shortfall in margin requirements) within the reasonable time prescribed by the Participant, to dispose off the necessary number of Book-entry Securities of the Sub-Account Holder through market-based or Negotiated Deal Market sell transaction and apply the net proceeds thereof towards the adjustment of such outstanding payment, charges and/or losses.
7. Where admission of Participant to the CDS is suspended or terminated by the CDC, the Sub-Account Holder shall have the right, subject to the Regulations and the Procedures made thereunder, to request CDC to change his Controlling Account Holder and Participant shall extend full cooperation to the Sub-Account Holder in every regard, without prejudice to its right of recovery of any dues or receivable from the Sub-Account Holder.
8. The provision of services as provided for hereunder shall not constitute Participant as trustee and the Participant shall have no trust or other obligation in respect of the Book-entry Securities except as agreed by the Participant separately in writing.
9. The Participant is not acting under this application form as Investment Manager or Investment Advisor to the Sub-Account Holder(s).

TERMS AND CONDITIONS FOR TRADING ACCOUNT

In case any dispute in connection with the Transaction between the Securities Broker and the Customer is not settled amicably, either Party may refer the same to the Arbitration in accordance with the arbitration procedures prescribed in PSX Regulations. The decision of arbitrators shall be binding on both the Parties subject to their rights of appeal in the manner provided in PSX Regulations, if exercised. The name and other relevant particulars of the Customer shall be placed on PSX's website accessible to Securities Brokers if the Customer fails or refuses to abide by or carryout any arbitration award passed against him and the Customer shall have no objection to the same

1. The assets deposited as margin by a Customer with the Securities Broker shall only be used by the Securities Broker for the purposes of dealing in securities through the PSX on behalf of such Customer other than as authorized by the Customer in writing in the manner prescribed under the relevant regulations.
2. The Securities Broker may deposit unutilized funds of the Customers in a separate profit bearing bank account and shall distribute profit to the customers out of total profit offered by bank(s) on such funds, unless specified otherwise in writing by the customer.
3. The Securities Broker shall be authorized to act on the instructions of the Customers given through any of the following modes of communication unless specifically designated by the Customer in the Form:
 - (a) Telephonic communication over a dedicated telephone line(s) routed through centralized call recording system;
 - (b) Email/SMS/Fax/Letter on the authorized email address/mobile/fax/address of the Securities Brokers;
 - (c) Verbal orders placed through personal appearance in the registered office subject to receipt of written acknowledgement of such in person orders by Securities Brokers.
4. The Securities Broker shall make out the Contract Note (physical or electronic form) to the Customers in respect of trades executed on their behalf based on their order instructions not later than the start of next trading day as required under the Securities Brokers (Licensing and Operations) Regulations, 2016 through any of the following acceptable modes of communication unless specifically designated by the Customer in the Form:
 - (a) Recognized courier service;
 - (b) Registered Post at given correspondence address;
 - (c) Facsimile number provided on the Form;
 - (d) By hand subject to receipt/acknowledgement; or
 - (e) Email provided on the Form in case of Electronic Contract Note.

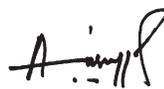
All such transactions recorded by the Securities Broker in the prescribed manner shall be conclusive and binding upon the Customer unless the Customer raises observation relating to any error in the Contract Note within one trading day of the receipt of such Contract Note.

In the event of any dispute relating to order placement or executing of orders, the burden of proof shall be on the Securities Brokers to establish the authenticity of such order placement or execution thereof.

5. In case the Customer fails to deposit additional margins within one trading day of the margin call (in writing), the Securities Broker shall have absolute discretion to liquidate the Customer's outstanding positions including the securities purchased and carried in such account to meet the margin shortfall without further notice to the Customer.
6. The Securities Broker shall be responsible for the payment of any credit cash balance available in the account of the Customer through cross cheques or other banking channels (instruments) only within 1 trading day of the request of the Customer subject to the maintenance of the margin requirements.
7. The Customer is aware that in the event of his/her non-payment on settlement day against securities bought on his/her account, the Securities Broker may transfer such securities to its Collateral Account under intimation to the PSX in the manner as provided in PSX Regulations.
8. The Securities Broker shall accept from the Customer payments through "A/c Payee Only" crossed cheque, bank drafts, pay orders or other banking channels drawn on Customer's own bank account in case of amounts in excess of Rs. 25,000/- . Electronic transfer of funds to the Securities Broker through banks would be regarded as good as cheque. The Securities Broker shall provide the receipt to the Customer(s) in the name of the Customers duly signed by its authorized employee and the Customer(s) shall be responsible to obtain the receipt thereof. In case of cash dealings, proper receipt will be taken and given to the Customer(s), specifically mentioning if payment is for margin or the purchase of securities. The Securities broker shall immediately deposit in its bank account all cash received in whole i.e. no payments shall be made from the cash received from clients. However, in exceptional circumstances, where it becomes necessary for Securities Broker to accept cash in excess of Rs.25,000/-, the Broker shall immediately report within one trading day such instances with rationale thereof to the PSX in accordance with the mechanism prescribed by the Exchange.
9. The Securities Brokers shall make all payments to the Customers through crossed cheques / bank drafts / pay orders or any other banking channels showing payment of amount from their business bank account. Copies of these payment instruments including cheques, pay orders, demand drafts and online instructions shall be kept in record for a minimum period prescribed under the Securities Brokers (Licensing and Operations) Regulations, 2016.
10. The Securities Broker shall provide to the Customers a quarterly Account Statement which shall include cash and securities ledgers as back office and CDC Sub-Account records along with reconciliation of any differences therein through any of the aforesaid modes of communication. In case of any discrepancy in the ledger statement, the Customer shall inform the Securities Broker within (7)days of receipt of the quarterly account statement to remove such discrepancy. Further, the Securities Broker shall provide to a Customer an Account Statement for a period specified by the Customer as and when requested by such Customer.
11. The Customer shall pay all applicable taxes and statutory and regulatory fee and levies and brokerage commissions as are prevailing from time to time in connection with the brokerage services rendered. The Securities Broker/Participant can debit up to the accrued amount of levies and charges the account of the Customers for the abovementioned charges, which shall be clearly detailed in the ledger statement/daily confirmations. Any change resulting in an increase in the brokerage commission shall take effect not earlier than five (5) trading days of intimation of the same to the Customers through acceptable mode of communication prescribed in the Form.
12. The Securities Broker shall append a Risk Disclosure Document with this Form in accordance with the specimen provided by PSX.
13. Taurus Securities Limited (Broker) is a subsidiary of National Bank of Pakistan. As per BPD Circular No. 1 of 2005 at State Bank of Pakistan; Account Holders of Broker are restricted to trade in the shares of National Bank of Pakistan.

Date: 09/12/2020

Signature: _____



Stamp: _____

