

No. SEC/CMRRCD/2001-43/47

July 08, 2010

DIRECTIVE

Whereas, the Securities and Exchange Commission, in the interest of investors and capital market, considers it to be appropriate that the proportion of credit facilities extended by the members of stock exchanges under the Margin Rules, 1999 should be re-fixed;

Now, therefore, the Commission, in exercise of its power conferred by section 20A of the Securities and Exchange Ordinance, 1969 (XVII of 1969), hereby directs the Dhaka Stock Exchange Ltd. and the Chittagong Stock Exchange Ltd. and their members to the effect that, the members of the stock exchanges shall not extend credit facilities to their approved clients beyond 1(one) time of clients' margin/clients' deposit (i.e. credit facilities shall be on 1:1 basis) under the Margin Rules, 1999.

This shall have effect from July 11, 2010.

This Directive shall supersede the previous Directive No. SEC/CMRRCD/2001-43/29 dated March 15, 2010.

By order of the Securities and Exchange Commission

Md. Ziaul Haque Khondker
Chairman.