**POLICIES & PROCEDURES**

**Stock Index Futures Contract**

**AKD Trade**

Trading in Stock Index Futures Contract (SIFC)at AKD Trade will be conducted as per the following Policies and Procedures:

1. A Future’s Trade Limit equals to five times of the equity (**5 X Equity**) will be assigned in Stock Index Futures Contract (SIFC) for Buying or Short (Blank) Selling.
2. The Share Worth for calculating Equity will be taken at Hair Cut as prescribed by the KSE.
3. Short (Blank) Selling in Stock Index Futures Contract (SIFC) will only be allowed through the Normal Sell Window (**F-5**).
4. Rs 20 per contract will be charged as AKD Trade Commission on buying and/or selling of the each SIFC contract. Similarly, there will be NO Roll Over charged on SIFC open positions for the first three months i.e. until March 31, 2013.
5. Capital Value Tax (CVT) is exempted on SIFC Trading but all other Taxes will remain applicable.
6. Settlement of SIFC transactions will be done on daily basis and Mark to Market Profits/Losses, commissions and all other charges for the day will be adjusted in clients’ accounts accordingly.
7. All Trades in SIFC will be Cash Settled only and if not squared until the expiry of the contract, all open positions either long or short will be auto closed at the KSE 30 – Index level at the market close on the last day of the contract.
8. All such clients already availing Futures Trading facility will be required to request activation of SIFC trading either by calling our Call Centre or via email at info@akdtrade.com.
9. Client will be required to accept all the terms & conditions before starting futures trades in DFC/SIFC.