



Subject: **Limit on Assets under Custody (AuC) for TREC holders with FYE June 30, 2023**

Ref # CDC-CSS-136/2023

September 06, 2023

Dear TREC holder,

This is with reference to the captioned subject, the TREC holder Participants are required to submit **Capital Adequacy Level** as at **June 30, 2023** latest by **October 31, 2023** to CDC through either of the following means:

- Capital Adequacy Level Certificate (in original) issued by the statutory auditors of the Participant as per **Annexure-A** in the Procedures of Limit on Asset under Custody; or
- Audited Annual Financial Statements which shall disclose Capital Adequacy Level of TREC Holder Participant in Notes to the Financial Statements as per **Annexure-B** in the Procedures of Limit on Asset under Custody.

Moreover, Securities Broker Participants licensed as T&SC that wish to have the Maximum Custody Limit of 25 times of CAL, are required to submit certified true copy of Broker Fiduciary Rating (BFR) having minimum rating of BFR 3 as specified in Securities Brokers (Licensing and Operations) Regulations, 2016.

The Procedures of Limit on Asset under Custody can be downloaded from CDC's Website available at following link:

<https://shorturl.at/hvAW7>

Further, you are requested to submit the required document(s) in a sealed envelope addressed to Head of Operations marked as “**Confidential**” in order to ensure the sanctity of the documents. Moreover, the same can be sent through courier to CDC House or can be submitted at any of our branch offices.

We would like to reiterate that only Certified True Copy of Financial Statements/BFR will be accepted.

All those TREC Holders who have already submitted the said documents are requested to disregard this message.

Should you have any queries or concerns, please feel free to call our Customer Support Services at 0800-23275 (CDCPL).

Regards,

Farooq Ahmed

Senior Manager - Operations & Customer Support Services