



Central Depository Company  
of Pakistan Limited

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Ref. No. CDC/C/N/01/2020

June 22, 2020

Notification No. 01 of 2020

**Sub: Proposed amendments in the CDC Regulations relating to Non-Resident Account Repatriable**

To,  
The General Public,

This is to bring to the notice of general public that the Board of Directors of CDC has approved the attached amendments in the CDC Regulations relating to Non-Resident Account Repatriable ("NRAR")/ Foreign Currency Account ("FCA"), subject to approval of the Securities and Exchange Commission of Pakistan under Section 35(1) of the Central Depositories Act, 1997 (XIX of 1997) read with Section 52(3) of the Securities Act, 2015 (III of 2015).

The proposed amendments are made in order to facilitate Overseas Pakistanis who are desirous of investing in Capital Market and have NRAR/FCA Account with the Banks. This initiative is an exciting preposition where Banks and Pakistan Capital market can jointly facilitate the investors to bring investment in Pakistan vis-a-vis promote ease of doing business.

As required under Section 51(2) of the Securities Act, 2015 (III of 2015), such amendments are placed for public comments which may be sent at [comments@cdcpak.com](mailto:comments@cdcpak.com) within 7 days of this Notification i.e. by **Monday, June 29, 2020**.

Regards,

Hammad Ali Faisal  
Chief Compliance Officer

**The Executive Director/ HOD (PRDD/AD-SMD)**  
Securities and Exchange Commission of Pakistan  
Islamabad

**The Chief Executive Officer**  
National Clearing Company of Pakistan Limited  
Karachi

**The Managing Director**  
Pakistan Stock Exchange Limited  
Karachi

**All CDS Elements**

**COMPARATIVE STATEMENT - AMENDMENTS IN THE CDC REGULATIONS RELATING TO NRAR ACCOUNT**

<b>S. #</b>	<b>Reg. #</b>	<b>Existing Regulations</b>	<b>Regulations Proposed by CDC</b>
1.	2.11.1	Does not exist	<u>Non-Resident Account Repatriable (“NRAR”)/ Foreign Currency Account (“FCA”)</u>  <u>shall have the same meaning as ascribed thereto in the Foreign Exchange Manual of State Bank of Pakistan;</u>
2.	2.11.1	Does not exist	<u>Non-Resident Individual Pakistani (“NRIP”)</u>  <u>shall have the same meaning as ascribed thereto in the National Saving Schemes (Overseas Pakistani Savings Bills) Rules, 2020;</u>
3.	2.11.1	Does not exist	<u>NRAR Information</u>  <u>means the Registration Details and other information of the NRIP electronically obtained or received by CDC in the database from the respective Banks, who are opening and maintaining NRAR/ FCA, or obtained in any other manner prescribed in the Procedures, bearing such parameters and information as prescribed in the Procedures, for Transmitting it to the concerned Participant, CDC, Securities Exchange and/or Clearing House, as the case may be, for the establishment of Sub-Account, the Investor Account, Trading Account and/or creation of UIN;</u>
4.	6.2.2	A Sub-Account of a Sub-Account Holder shall be established by a Participant only on the basis of Sub-Account Opening Form duly signed by such Sub-Account Holder. No other form or document whatsoever shall be used by a Participant for the purpose of establishment of a Sub-Account in the CDS. Provided that where the Participant is an Authorized Intermediary, the Participant shall use the Customer Relationship Form and the KYC Application Form or, as the case may be, the Sahulat Account Opening Form as provided by the Sub-Account Holder either physically or through Online Portal (in the manner prescribed under the CKO Regulations, 2017 and/or the Procedures prescribed by CDC) in place of Sub-	A Sub-Account of a Sub-Account Holder shall be established by a Participant only on the basis of Sub-Account Opening Form duly signed by such Sub-Account Holder. No other form or document whatsoever shall be used by a Participant for the purpose of establishment of a Sub-Account in the CDS. Provided that where the Participant is an Authorized Intermediary, the Participant shall use the Customer Relationship Form and the KYC Application Form or, as the case may be, the Sahulat Account Opening Form as provided by the Sub-Account Holder either physically or through Online Portal (in the manner prescribed under the CKO Regulations, 2017 and/or the Procedures prescribed by CDC) in place of

**COMPARATIVE STATEMENT - AMENDMENTS IN THE CDC REGULATIONS RELATING TO NRAR ACCOUNT**

S. #	Reg. #	Existing Regulations	Regulations Proposed by CDC
		<p>Account Opening Form for the purpose of opening of Sub-Account in the CDS.</p> <p>Provided further that in case of establishment of an MF Sub-Account in the CDS, the relevant margin financing agreement (as referred to in the NCCPL Regulations) pertaining to the Holder of such MF Sub-Account shall be used in place of Sub-Account Opening Form, the Customer Relationship Form or, as the case may be, Sahulat Account Opening Form and/or the KYC Application Form and the copy of such margin financing agreement shall be provided to CDC in accordance with the Procedures.</p> <p>Provided further that in case of establishment of an MSF Sub-Account in the CDS, the relevant Master Murabahah Agreement (as prescribed under the NCCPL Regulations) pertaining to the Holder of such MSF Sub-Account shall be used in place of Sub-Account Opening Form or, as the case may be, the Customer Relationship Form and/or the KYC Application Form.</p>	<p>Sub-Account Opening Form for the purpose of opening of Sub-Account in the CDS.</p> <p>Provided further that in case of establishment of an MF Sub-Account in the CDS, the relevant margin financing agreement (as referred to in the NCCPL Regulations) pertaining to the Holder of such MF Sub-Account shall be used in place of Sub-Account Opening Form, the Customer Relationship Form or, as the case may be, Sahulat Account Opening Form and/or the KYC Application Form and the copy of such margin financing agreement shall be provided to CDC in accordance with the Procedures.</p> <p>Provided further that in case of establishment of an MSF Sub-Account in the CDS, the relevant Master Murabahah Agreement (as prescribed under the NCCPL Regulations) pertaining to the Holder of such MSF Sub-Account shall be used in place of Sub-Account Opening Form or, as the case may be, the Customer Relationship Form and/or the KYC Application Form.</p> <p><u>Provided further that in case of establishment of Sub-Account of Sub-Account Holder (who is NRIP having NRAR/FCA), such Account will be established and maintained in such manner and subject to such terms and conditions as prescribed in the Procedures. For the purpose of establishment of Sub-Account, NRAR Information and any additional information as may be prescribed in the Procedures, shall be used in place of Sub-Account Opening Form, the Customer Relationship Form or, as the case may be, the Sahulat Account Opening Form and/or the KYC Application Form and the requirement of obtaining such forms will be dispensed with.</u></p> <p><u>Provided further that where a Sub-Account of NRIP is established by the Participant in the CDS on the basis of NRAR Information of Sub-Account Holder from the database and any additional information as may be prescribed in the Procedures, such information or any subsequent updations (if any) shall be</u></p>

**COMPARATIVE STATEMENT - AMENDMENTS IN THE CDC REGULATIONS RELATING TO NRAR ACCOUNT**

S. #	Reg. #	Existing Regulations	Regulations Proposed by CDC
			<p><u>deemed to have been entered with the authorization and consent of such Sub-Account Holder.</u></p> <p><u>Provided further that terms Sub-Account Opening Form, the Customer Relationship Form, the KYC Application Form or, as the case may be, the Sahulat Account Opening Form or Simplified Investor Account Opening Form referred under these Regulations, shall be read as NRAR Information and any additional information as may be prescribed in the Procedures for the purpose of NRIP who are Sub-Account Holder and/or Investor-Accountholders.</u></p>
5.	12A.3.1	<p>The Investor-Accountholder shall, in accordance with the Procedures, complete, sign and submit the Simplified Investor Account Opening Form, the Customer Relationship Form or, as the case may be, the Sahulat Account Opening Form and, where applicable, the KYC Application Form to CDC for opening of the Investor Account. The Simplified Investor Account Opening Form or the Customer Relationship Form or, as the case may be, the Sahulat Account Opening Form shall be accompanied with such documents as are listed therein. CDC shall have the right not to accept, without assigning any reasons whatsoever, any request for opening of the Investor Account.</p>	<p>The Investor-Accountholder shall, in accordance with the Procedures, complete, sign and submit the Simplified Investor Account Opening Form, the Customer Relationship Form or, as the case may be, the Sahulat Account Opening Form and, where applicable, the KYC Application Form to CDC for opening of the Investor Account. The Simplified Investor Account Opening Form or the Customer Relationship Form or, as the case may be, the Sahulat Account Opening Form shall be accompanied with such documents as are listed therein. CDC shall have the right not to accept, without assigning any reasons whatsoever, any request for opening of the Investor Account.</p> <p><u>Provided further that in case of establishment of Investor Account of Investor-Accountholder (who is NRIP having NRAR/FCA), such Account will be established and maintained in such manner and subject to such terms and conditions as prescribed in the Procedures. For the purpose of establishment of Investor Account the NRAR Information and any additional information as may be prescribed in the Procedures, shall be used in place of Simplified Investor Account Opening Form, the Customer Relationship Form or, as the case may be, the Sahulat Account Opening Form and, where applicable, the KYC Application Form and the requirement of obtaining such forms will be dispensed with.</u></p>

**COMPARATIVE STATEMENT - AMENDMENTS IN THE CDC REGULATIONS RELATING TO NRAR ACCOUNT**

S. #	Reg. #	Existing Regulations	Regulations Proposed by CDC
			<p><u>Provided further that where an Investor Account of NRIP is established by CDC in the CDS on the basis of NRAR Information of Investor-Accountholder from the database and any additional information as may be prescribed in the Procedures, such information or any subsequent updations (if any) shall be deemed to have been entered with the authorization of such Investor-Accountholder.</u></p>
6.	12A.6A.1	<p>An Investor-Accountholder may apply to the CDC for subscribing to the DSS by providing a duly filled and signed DSS Subscription Form along with fees and charges in accordance with the Schedule of Fees for Investor Accounts and other documents as prescribed by CDC.</p>	<p>An Investor-Accountholder may apply to the CDC for subscribing to the DSS by providing a duly filled and signed DSS Subscription Form, <u>or as the case may be, for Investor-Accountholder who is NRIP having NRAR/FCA or any other Investor-Accountholder through electronic instructions in the manner prescribed in the Procedures,</u> along with fees and charges in accordance with the Schedule of Fees for Investor Accounts and other documents as prescribed by CDC.</p>