



**Central Depository Company
of Pakistan Limited**

Head Office: CDC House, 99-B,
Block 'B', S.M.C.H.S.,
Main Shahra-e-Faisal,
Karachi-74400

Ref. No. CDC/COMP/07/2021

October 12, 2021

Circular No. 07 of 2021

Sub: Amendments in the CDC Regulations relating to Shared KYC Information

To,
Chief Executive Officers of
all CDS TREC Participants,

Further to our Notification No. 05 of 2021 bearing reference no. CDC/C/N/05/2021 dated June 17, 2021 where we have notified amendments in the CDC Regulations relating to Shared KYC Information. Accordingly, Participants can open the Sub-Account in the CDS as well as trading Account by using the Information/documents of that local customer available with the bank.

The aforesaid regulatory amendments in CDC Regulations as approved by SECP are attached herewith for your information, record and necessary compliance.

For any query or clarification, please contact our Customer Support Services at 0800-23275 or send us an email at info@cdcpak.com.

Regards,

Hammad Ali Faisal
Chief Compliance Officer

Copy for information to:

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

The Chief Executive Officer
Pakistan Stock Exchange Limited
Karachi

The Chief Executive Officer
National Clearing Company of Pakistan Limited
Karachi

Comparative Statement - Amendments in the CDC Regulations relating to Shared KYC Information

| S. # | Reg. # | Existing Regulations | Revised Regulations Approved by SECP |
|------|--------|---|---|
| 1. | 2.11.1 | Does not exist | <p><u>Shared KYC Information</u></p> <p><u>means the Registration Details and other information of the resident Pakistani electronically obtained or received by CDC or NCCPL in the database from the respective Bank or any other entity as specified in the Procedures with prior approval of the Commission, who are opening and maintaining account of that resident Pakistani, or obtained or received 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/UKN, as the case may be, while ensuring compliance with all requirements of the SECP AML/CFT Regulations, 2020 in relation to Customer Due Diligence and Beneficial Ownerships;</u></p> |
| 2. | 6.2.2 | <p>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-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</p> | <p>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-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</p> |

Comparative Statement - Amendments in the CDC Regulations relating to Shared KYC Information

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| | | <p>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>Provided further that in case of establishment of Sub-Account of Sub-Account Holder (who is NRP having NRVA), 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, NRVA 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.</p> <p>Provided further that where a Sub-Account of NRP is established by the Participant in the CDS on the basis of NRVA 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 deemed to have been entered with the authorization and consent of such Sub-Account Holder.</p> <p>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 NRVA Information and any additional information as may be prescribed in the Procedures</p> | <p>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>Provided further that in case of establishment of Sub-Account of Sub-Account Holder (who is NRP having NRVA) <u>on the basis of NRVA Information or Shared KYC Information</u>, 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, NRVA Information, <u>Shared KYC Information</u> 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.</p> <p>Provided further that where a Sub-Account of NRP <u>is</u> established by the Participant in the CDS on the basis of NRVA Information <u>or Shared KYC Information</u> 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 deemed to have been entered with the authorization and consent of such Sub-Account Holder.</p> <p>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 NRVA Information <u>or Shared KYC</u></p> |

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| | | for the purpose of NRP who are Sub-Account Holder and/or Investor-Accountholders. | <u>Information</u> and any additional information as may be prescribed in the Procedures for the purpose of <u>Sub-Account or Investor Account NRP who are Sub-Account Holder and/or Investor-Accountholders.</u> |
| 3. | 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>Provided further that in case of establishment of Investor Account of Investor-Accountholder (who is NRP having NRVA), 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 NRVA 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.</p> <p>Provided further that where an Investor Account of NRP is established by CDC in the CDS on the basis of NRVA Information of Investor-Accountholder from the database and 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.</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>Provided further that in case of establishment of Investor Account of Investor-Accountholder <u>(who is NRP having NRVA) on the basis of NRVA Information or Shared KYC Information</u>, 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 NRVA Information <u>or Shared KYC Information</u> 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.</p> <p>Provided further that where an Investor Account <u>of NRP</u> is established by CDC in the CDS on the basis of NRVA Information <u>or KYC Shared Information</u> of Investor-Accountholder from the database and 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.</p> |

Comparative Statement - Amendments in the CDC Regulations relating to Shared KYC Information

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| 4. | 12A.6A.1 | An Investor-Accountholder may apply to the CDC for subscribing to the DSS by providing a duly filled and signed DSS Subscription Form, or as the case may be, for Investor-Accountholder who is NRP having NRVA or any other Investor-Accountholder through electronic instructions in the manner prescribed in the Procedures, along with fees and charges in accordance with the Schedule of Fees for Investor Accounts and other documents as prescribed by CDC. | An Investor-Accountholder may apply to the CDC for subscribing to the DSS by providing a duly filled and signed DSS Subscription Form, or as the case may be, for Investor-Accountholder <u>whose Investor Account established on the basis of NRVA Information or Shared KYC Information</u> who is NRP having NRVA or any other Investor-Accountholder through electronic instructions in the manner prescribed in the Procedures, along with fees and charges in accordance with the Schedule of Fees for Investor Accounts and other documents as prescribed by CDC. |