



NCCPL/CS/337/08

November 6, 2008

**Attn: Mr. Sikandar Ismail Bagasra
Chief Executive Officer
Bagasra Securities (Private) Limited
Room No. 151, 3rd Floor,
Karachi Stock Exchange Building,
Stock Exchange Road,
Karachi**

Declaration of Default

This is with reference to suspension of your access to the services offered by the National Clearing Company of Pakistan Limited (NCCPL) under Regulation 18.1.1(d) of NCCPL Regulations vide suspension notice NCCPL/CS/255/08 dated October 10, 2008 and the final loss notice NCCPL/CS/333/08 dated November 5, 2008.

You have failed to pay the final loss amount of Rs. 53,003,156.04 within the time specified in the final loss notice NCCPL/CS/333/08 dated November 5, 2008. However, in the meantime we have recovered Rs. 1,607,244/- through selling out retrieved shares. Accordingly the loss has been reduced to Rs. 51,395,912.04/- as on close of business on November 6, 2008.

Accordingly, in terms of Regulation 13.2.6 you are hereby declared a defaulter and your access to the NCC Systems and the services offered by NCCPL is hereby terminated. In accordance with Regulation 13.2.6 a copy of this declaration is being forwarded to the Stock Exchanges, all Clearing Members, Central Depository Company of Pakistan Limited and the Securities & Exchange Commission of Pakistan Limited.

Please note that as envisaged in Regulation 13.2.7 after receipt of this declaration of default from NCCPL by the Karachi Stock Exchange (Guarantee) Limited, necessary default proceedings shall be initiated by NCCPL and the Karachi Stock Exchange (Guarantee) Limited in accordance with the relevant provisions of their respective Regulations and Procedures. Relevant extract of Regulation 13.2.7 is reproduced hereunder for your ready reference:

"Upon receiving of a notice from the Company under the last sentence of Regulation 13.2.6 the relevant Stock Exchange shall also declare such Clearing Member in case of a member of that Stock Exchange, as a defaulter under its relevant regulation in all markets and CDC shall also suspend and/or restrict such defaulter Clearing Member's access to its accounts in the CDS."

NATIONAL CLEARING COMPANY OF PAKISTAN LIMITED

8th Floor, Karachi Stock Exchange Building, Stock Exchange Road, Karachi-74000, Pakistan.
Phone: (92-21) 2460811-19 Fax: (92-21) 2460827 Website: www.nccpl.com.pk



Pursuant to Regulation 18.3.3 you have a right to request a hearing in accordance with Chapter 23 of the NCCPL Regulations. Such hearing must be requested within seven (7) Business Days of the receipt of this declaration.

Yours sincerely,

Imran Ahmed Khan
Chief Financial Officer &
Company Secretary

Cc: Mr. Razi-ur-Rahman Khan, Chairman
Securities & Exchange Commission of Pakistan

Mr. Adnan Afridi, Managing Director
The Karachi Stock Exchange (Guarantee) Limited

Mian Shakeel Aslam, Managing Director
Lahore Stock Exchange (Guarantee) Limited

Mr. Aftab Ahmed Ch., Managing Director
Islamabad Stock Exchange (Guarantee) Limited

Mr. Muhammad Hanif, Chief Executive Officer
Central Depository Company of Pakistan Limited

All Clearing Members

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