



# FINANCIAL MARKETS ASSOCIATION OF PAKISTAN

C/o Country Treasurer  
Hong Kong & Shanghai  
Banking Corporation Ltd.  
Shaheen Commercial Complex  
12th Floor, M. R. Kiyani Road.  
GPO Box 121  
Karachi, Pakistan.

Affiliated with ACI

To

Treasurers/ Chief Dealers  
and Head of Money Market Desks  
of KIBOR member banks  
Karachi.

21<sup>st</sup> January 02.

**Subject: Amendment/ addition in KIBOR rules**

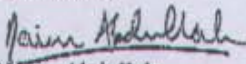
A meeting was held in SBP Head Office, Karachi, on 18JAN02, under the chairmanship of Mr. Zafar Sheikh (Foreign Exchange Advisor), Director and Asst. Director Exchange and Debt Management Department, and was attended by Treasurers/Chief Dealers/ Head of Money Markets of KIBOR quoting banks.

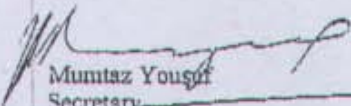
The issues related to KIBOR rules were discussed and following guidelines for the KIBOR members were agreed (by the KIBOR quoting banks' representatives in attendance and SBP officials) to further enhance the initiative in order to augment the benefits accruing from the KIBOR quotes to the market.

1. KIBOR quoting banks will also start quoting 1 and 2 weeks KIBOR.
2. Bid and Offer Spread on 1(one) week will not be exceeding 100 bps (basis points) at any time.
3. Two weeks bid and offer spread will remain at 50 bps like in other tenors.
4. The time period for obtaining/quoting the price between the member banks has been increased to 15 minutes (fifteen minutes) from previous five minutes (11.30am to 11.45 am) from the time the quotes are released on Reuters screen (KIBOR).

Rest of the rules and guidelines remain unchanged. All KIBOR quoting members are advised to implement the above changes with effect from 21, JAN. 2002.

Thank You,

  
Naim Abdullah  
President

  
Mumtaz Yousof  
Secretary