



RISK MANAGEMENT POLICY

Javed Iqbal Securities (Pvt) Ltd.

Policy Date: 05 December 2025

This policy is made, adopted and maintained at the office of **Javed Iqbal Securities (Pvt) Ltd.**, situated at **Room # 7 & 8, Pakistan Stock Exchange Building, Mezzanine Floor, 19 Khayaban-e-Aiwan-e-Iqbal, Lahore, 54000**. The Company operates as a securities brokerage firm at Pakistan Stock Exchange Limited (PSX).

1. Purpose

Javed Iqbal Securities (Pvt) Ltd. shall identify, assess, monitor and control risks arising from its business as a PSX securities brokerage firm while complying with PSX, SECP, NCCPL and CDC risk-management requirements.

2. Risk Categories

Material risks include client credit/exposure risk, settlement risk, market risk, liquidity risk, operational risk, technology/cyber risk, legal/compliance risk and business-continuity risk.

3. Client Exposure and Trading Limits

Client exposure shall be permitted only within applicable regulatory and Company-approved limits. Trading systems/back-office controls shall be used to monitor available cash, securities, margins, collateral and exposure. Unauthorized override of limits is prohibited.

4. Margin and Collateral

Margins and collateral shall be collected, valued and monitored in accordance with PSX/NCCPL requirements. Only eligible collateral shall be accepted where applicable. Margin shortfalls shall be addressed promptly in accordance with regulatory requirements and client agreements.

5. Settlement and Credit Risk

Outstanding obligations and settlement positions shall be monitored daily. Clients with overdue obligations, repeated settlement failures or excessive exposure may be restricted from further trading until the risk is regularized.

6. Proprietary and Operational Risk

Any proprietary position shall remain within approved limits and applicable regulations. Operational controls shall cover order entry, trade modification, settlement, payments, securities transfers, reconciliations, user access and regulatory reporting.

7. Liquidity and Concentration



Management shall monitor liquidity required for settlement and other obligations. Material concentration in a client, security or exposure source shall be identified and controlled.

8. Escalation

Material limit breaches, margin deficiencies, settlement failures, system failures or unusual risk events shall be escalated promptly to the Chief Executive Officer and relevant responsible officers. Corrective action shall be documented.

9. Monitoring and Review

Risk limits and controls shall be reviewed periodically and whenever there is a material change in business, market conditions or regulatory requirements.

Regulatory Application: This policy shall be read and implemented together with the applicable laws, SECP regulations and directives, PSX Regulations/Rule Book, and applicable NCCPL and CDC requirements, as amended from time to time. Where a regulatory requirement is stricter than this policy, the regulatory requirement shall prevail.

APPROVED BY

APPROVED BY

Javed Iqbal
Chief Executive Officer

Date: _____

Company Stamp: _____

Ali Javaid
Executive Director

Date: _____

