

COMMODITY TRADING



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## KASB Securities

KASB Securities, one of the oldest and largest brokerage firms in Pakistan, provides a full spectrum of products and services including Equity, Commodity, Investment Banking, Fixed Income, and Forex as well as Securities, Commodities and Economic Research for a diversified client base.

Leveraged off our own domestic group strength and our affiliation with Bank of America Merrill Lynch (BAML), KASB provides an unrivaled breadth of knowledge and financial services that have benefited our clients for over 50 years.

Exceptional execution capability, competitive pricing, and award winning research have made KASB the premier Brokerage House in Pakistan while our ability to introduce new products and services ensures that we remain firm at the forefront of change in the Industry.

## KASB Commodities

KASB now offers yet another investment avenue in the form of Commodity Trading via the National Commodity Exchange. Investing in Commodities is a unique opportunity to gain exposure to foreign markets from Pakistan and KASB Securities is best placed to advise investors due to our commitment to research, our relationship with a global Investment Bank and the establishment of a full service Commodity desk.

Our daily Commodity Research, both Technical and Fundamental, provides investors with a distinct advantage and enables them to make informed investment decisions.

## National Commodity Exchange Limited

National Commodity Exchange Limited (NCEL) is the first technology driven, de-mutualized, on-line Commodity futures exchange in Pakistan. NCEL's shareholders are Karachi Stock Exchange, Lahore Stock Exchange, Islamabad Stock Exchange, Pak Kuwait Investment Company (Pvt.) Limited, and Zarai Taraqati Bank Ltd.

The benefits of trading on the National Commodity Exchange include:

- **Only recognised platform for Futures Trading under law**
- **Regulated by SECP**
- **Guaranteed Settlement**
- **No Credit Risk**
- **Segregation of Funds**
- **Rupee Settlement**
- **Minimal Margin Requirements**
- **Direct Market Access / Ease of Trading**
- **Profit on Margin Account Balances**
- **T+0 Settlement**

## Why Commodities

- **DIVERSIFICATION** – Given limited investment avenues in Pakistan, Commodities are an ideal way to diversify investments.
- **LEVERAGE** – Leverage is available in Commodities Trading
- **LONG AND SHORT** - The ability to take Long and Short positions is a distinct advantage as it allows one to be able to not only hedge but take advantage of market movements in either direction
- **CURRENCY HEDGE** – An ideal way to hedge against currency devaluation
- **INFLATION HEDGE** – A time tested hedge against inflation
- **EXPOSURE TO THE GLOBAL ECONOMY** – One of the few ways to gain exposure to foreign markets

## Commodity Futures

Commodities futures, or futures contracts, are an agreement to buy or sell a Commodity at a specific date in the future at a specific price. Contracts are often used for hedging and/or investment purposes.

Currently, the NCEL offers 90 day futures as well as physical delivery.



The background of the page is a dark, monochromatic image. It features a large, detailed compass rose on the left side, with its needle pointing towards the top-left. To the right and slightly overlapping the compass are several coins, likely Pakistani Rupees, showing their intricate designs and the word 'RUPEE'. The overall aesthetic is professional and financial.

 **KASB SECURITIES**

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