

PRESS RELEASE

Spread Trading Facility in NCEL Gold Futures Contract

Karachi (October 31, 2007): National Commodity Exchange Limited (NCEL) is pleased to announce the introduction of a Spread Trading facility in its Gold Futures contract starting from December 1, 2007.

Spread Trading facility will provide an opportunity for all market participants to execute calendar spread contracts or roll over their positions from one contract expiry to another, through a single order. The benefits of a Spread Trading facility are:

- **Creation of Calendar Spread position:** Market participants will be able to use this facility to create a calendar spread position (hedged position) in two contracts with different expiry dates.
- **Roll-over of contract:** Spread Trading facility will also allow market participants to shift or roll-over their position from one maturity month to another.
- **No separate order entry required for different contracts:** Presently, market participants are required to enter individual orders in both near month and far month futures contracts if they wish to roll-over their positions. Spread Trading facility will allow both near month and far month orders to be entered for simultaneous execution in the system.
- **No Pending leg issue:** Manual roll-over of positions, where one leg of the order is executed and the other leg remains pending, can lead to an exposed position for a short time. With this facility, trades will get simultaneous execution in both underlying contracts to ensure that one leg does not remain unexecuted in the system.

NCEL continuously strives to provide its market participants with new, innovative products and advanced features. NCEL is also currently working to a full product pipeline with exciting new contracts planned in the coming months to meet the demands of hedgers and investors with varying risk appetites.