



Demat by NSDL
Towards a secure future

* NEST UPDATE

February 2005

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60,85,180
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Subscription to SPEED-e

The following Depository Participants (DPs) have subscribed to the SPEED-e facility of NSDL in the month of January 2005:

- Composite Securities Ltd.
- Zuari Investments Ltd.

Clients of the above mentioned DPs can now avail of the facility of submitting various instructions through SPEED-e facility.

This takes the total number of DPs who have subscribed to SPEED-e to 47.

Subscription to IDeAS

The following DPs have subscribed to the IDeAS facility of NSDL in the month of January 2005:

- A.G. Shares & Securities Ltd.
- Ankit Securities & Finance Company Private Ltd.
- Pelf Finstock Ltd.
- Trans Scan Securities Pvt. Ltd.
- Vedika Securities Private Ltd.
- Vijaya Bank

This takes the total number of DPs who have subscribed to IDeAS to 90.

RBI Clarification on HUF accounts

DPs have represented to NSDL that the clients who have opened Hindu Undivided Family (HUF) accounts in the name of 'Karta' face difficulties in encashing cheques / demand drafts in respect of dividend / interest received in the name of 'Karta' with the bank account details of HUF, since the bank account has been opened in the name of HUF.

*For
private circulation only*

* National Electronic Settlement and Transfer

NSDL had taken up the matter with the Reserve Bank of India (RBI). RBI has clarified as follows:

"at the time of opening an account in the name of HUF, a mandate may be taken from the account holder that the cheques drawn in favour of "Karta" can also be collected in the account of HUF and vice-versa".

DPs have been informed to take note of the above and provide a copy of 'Client Master Report' so as to enable the clients to suitably take up the matter with their banks.

This has been intimated to the DPs vide Circular No. NSDL/PI/2005/0159 dated January 27, 2005.

Performance Summary

Investors :

Table 1

Month - Year	Client Accounts
	No. of Accounts (lakhs)
Jan-03	38.18
Jan-04	48.17
Jan-05	60.85

As on January 31, 2005, there are 60,85,180 Investor accounts from within the country and abroad. 2,030 clearing member accounts have been opened to facilitate trading and settlement of demat shares in the stock exchanges connected to NSDL. Table 1 shows the growth in investor accounts over a period of three years.

Dematerialisation :

As on January 31, 2005, 10,565 cr. securities having a value of Rs. 13,95,290 cr. were dematerialised. Table 2 shows the dematerialisation figures over the last three years.

Table 2

Month - Year	Demat Quantity (Cr.)	Demat Value (Rs. Cr.)
Jan-03	6,424	555,026
Jan-04	7,826	951,079
Jan-05	10,565	1,395,290

Settlement :

Table 3

Month - Year	Settlement Quantity (Cr.)	Settlement Value (Rs. Cr.)
Jan-03	123	12,456
Jan-04	338	39,991
Jan-05	405	36,635

In January 2005, a total quantity of 405 cr. shares having a value of Rs. 36,635 cr. were settled in demat form in the stock exchanges connected to NSDL. Table 3 shows the settlement figures over the past three years.

Companies :

EQUITY

As on January 31, 2005, 5,446 companies are available for demat. Table 4 indicates the increase in the number of companies joined NSDL over a period of three years.

Table 4

Month - Year	No. of Companies Operational
Jan-03	4,691
Jan-04	5,118
Jan-05	5,446

DEBENTURES / BONDS

Table 4A

Month - Year	No. of Issuers	No. of active Instruments	Demat Value (Rs. Cr.)
Nov-04	594	7,387	271,389
Dec-04	597	6,921	271,155
Jan-05	599	7,165	273,267

In January 2005, 599 issuers have issued 14,602 debentures/bonds in demat form. 7,437 instruments have been redeemed and 7,165 instruments are available for dematerialisation. Table 4A shows the growth over a period of last three months.

COMMERCIAL PAPER

In January 2005, 365 issuers have issued 6,047 commercial papers in demat form. 5,596 instruments have been redeemed and 451 commercial papers are available for dematerialisation. Table 4B shows the growth over a period of last three months.

Table 4B

Month - Year	No. of Issuers	No. of active Instruments
Nov-04	365	411
Dec-04	365	446
Jan-05	365	451

Depository Participants :

Table 5

Month - Year	No. of DPs
Jan-03	213
Jan-04	214
Jan-05	215

As on January 31, 2005, 215 Depository Participants are offering depository services. DP services are provided from 1719 locations across the length and breadth of the country.

Corporate Action Statistics

Sr. No.	Description	During January 2005		For the F.Y. 2004-2005 (upto January 2005)	
		No. of Allottees	No. of Securities	No. of Allottees	No. of Securities
1.	Equity Shares	176,350	521,120,265	5,186,819	16,572,838,556
2.	Preference Shares	0	0	24,581	428,697,505
3.	Bonds	608	17,232,241	21,303	109,669,744
4.	Commercial Papers	118	60,816	1,053	465,034
5.	Certificate Of Deposits	46	168,540	274	914,483
6.	Securitized Instruments	39	1,464	645	517,350
7.	Mutual Fund Units	280	1,559,939	2,947	12,322,648
8.	Warrants	8	1,000,000	16,398	9,924,671
9.	Postal Savings Certificates	227	52,351,600*	2,955	858,596,000*
10.	Commodities	72	3,144	448	13,349
Total		177,748	593,498,009	5,257,423	17,993,959,340

*Value in Rupees

List of Companies that have changed Names

(During January 2005)

Sr. No.	Old Name	New Name
1.	Ansal Properties And Industries Limited	Ansal Properties And Infrastructure Limited
2.	AFT Industries Limited	Apeejay Tea Limited
3.	Pvd Plast Mould Industries Limited	Fiberweb (India) Limited
4.	Netripples.Com Software Limited	Netripples Software Limited
5.	Morarjee Brembana Limited	Morarjee Textiles Limited
6.	Virudhunagar Textile Mills Limited	VTM Limited
7.	Karunanidhi Investments & Trading Company Limited	Ramsarup Engineering Industries Limited
8.	Pyxis Technology Solutions Limited	Steel Exchange India Limited
9.	Mundra International Container Terminal Limited	Mundra International Containers Terminal Private Limited
10.	Puriya Traders Private Limited	Puriya Industrial Packaging Private Limited
11.	Starmax Infomedia Limited	IT People (India) Limited
12.	Saw Pipes Limited	Jindal Saw Limited
13.	Recursion Software Limited	K2 Systems Limited
14.	RR Greenhands Infrastructure India Limited	SAAG RR Infra Limited

Securities admitted for Dematerialisation during January 2005

COMPANY	ISIN
Mayajaal Entertainment Limited	INE775G01016
Swaraj Automotive Limited	INE724G01014
Shriram Asset Management Co. Ltd	INE777G01012
Prudential ICICI Trust Limited	INE785G01015
Prudential ICICI Asset Management Company	INE346A01019
Amar Remedies Limited	INE787G01011
EPC Industries Limited	INE215D01010
Jayant Mercantile Company Limited	INE789G01017
Shilpa Medicare Limited	INE790G01015
Delton Cables Limited	INE872E01016
Nam Securities Limited	INE792G01011
Priti Mercantile Company Limited	INE793G01019
Rain Industries Limited	INE794G01017
HDFC Standard Life Insurance Company Limited	INE795G01014
Jindal Photo Limited	INE796G01012
Odyssy Commercial Private Limited	INE797G01010
PNB Principal Financial Planners Private Limited	INE798G01018
Empower Industries India Limited	INE507F01015
Sri Jayalakshmi Spinning Mills Limited	INE355D01014
Jet Airways India Limited	INE802G01018
U.P Twiga FiberGlass Limited	INE804G01014
Tata Johnson Controls Automotive Limited	INE807G01017
Greenline Construction Limited	INE808G01015
Smart Chip Limited	INE809G01013
Shyam D R I Power Limited	INE810G01011

Topic of Interest

FAQs on Nomination

In respect of every demat account, the Beneficial Owner(s) ("Nominating Person(s)") may nominate any person ("Nominee") to whom his/her securities shall vest in the event of his/her death. The securities held in such account shall be transferred in the name of the Nominee, upon the death of the Nominating Person, subject to submission of prescribed documents to the Depository Participant (DP).

The Beneficial Owners can avail of this facility by furnishing duly filled 'Form for Nomination/Cancellation of Nomination' available with their DPs. This form contains photograph and other details of the nominee, which help the DP to identify the nominee and give effect to the nomination given by the clients.

FAQs on Nomination :

1. Who can nominate?

Ans. Nomination can be made only by individuals holding beneficiary accounts either singly or jointly. Non-individuals including society, trust, body corporate, partnership firm, karta of Hindu Undivided Family or holder of power of attorney cannot nominate.

2. Can joint holders nominate?

Ans. Yes. Nomination is permitted for accounts with joint holders. But, in case of death of any of the joint holder(s), the securities will be transmitted to the surviving holder(s). Only in the event of death of all the joint holders, the securities may be transmitted to the nominee.

3. Can an NRI nominate?

Ans. Yes, an NRI can nominate directly. But, the power of attorney holder cannot nominate on behalf of NRI.

4. Who can be a nominee?

Ans. Only an individual can be a nominee. A nominee shall not be a society, trust, body corporate, partnership firm, Karta of Hindu Undivided Family or a power of attorney holder.

5. Can a minor nominate?

Ans. No, a minor cannot nominate either directly or through its guardian.

6. Can a minor be a nominee?

Ans. Yes, a minor can be a nominee. In such a case, the guardian will sign on behalf of the nominee and in addition to the name and photograph of the nominee, the name, address and the photograph of the guardian must be affixed on the nomination form to be submitted to the DP.

7. *Can there be more than one nominee?*

Ans. No, only one nomination can be made for one depository account.

8. *Can separate nominations be made for each security held in a depository account?*

Ans. No. Nomination can only be made account wise and not security wise.

9. *Can an NRI be a nominee?*

Ans. Yes, an NRI can be a nominee subject to the exchange control regulations in force, from time to time.

10. *What is the procedure for nomination?*

Ans. The nomination form duly filled-in should be submitted to the DP either at the time of account opening or later. The account holder(s), nominee and two witnesses must sign this form and the name, address and photograph of the nominee must be submitted. If nomination was not made at the time of account opening, it can be made subsequently by submitting the nomination form.

11. *Can the nominee be changed / cancelled?*

Ans. Yes, the nomination can be changed / cancelled anytime by the account holder(s) by submitting duly filled up nomination form to the DP.

12. *What is the procedure for transmission in case of death of nominating account holder?*

Ans. Upon the death of the sole client (in case of securities held singly) or the death of all the clients (in case of securities held jointly), the nominee must request the DP in writing along with a notarised copy of the death certificate(s) and transmission form to transmit the securities covered by the nomination to the account of the Nominee. The DP will ensure the completeness of the form and validity of the signature of the nominee and then execute the transmission request. Thus, transmission of securities where nomination has been made eliminates the need of legal documents such as will, succession certificate etc.

NSDL Calendar of Events

Investor Depository Meets

February 04, 2005	Sonipat	February 18, 2005	Rourkela
February 05, 2005	Bhiwani	February 19, 2005	Sambalpur
February 11, 2005	Shimoga	February 25, 2005	Kolhapur
February 12, 2005	Chitradurga	February 26, 2005	Satara

Business Partner Training

February 22 - 24, 2005

Depository Participants Training

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NSDL Certification Program

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