



Demat by NSDL

Towards a secure future

Inside:

➤ Performance summary

- Investor Accounts
4,215,598
- Demat Custody -
Rs. 7,78,366 Cr.
- Settlement -
Rs. 27,451 Cr.
- Companies
 - ◆ Equity - 4,993
 - ◆ Debentures/
Bonds - 7,022
 - ◆ Commercial
Paper- 444
- DPs - 212
- DP service
centres - 1718

➤ Corporate Action Statistics

➤ Companies Name Change

➤ Securities admitted for dematerialisation

➤ Topic of Interest - Transposition-cum-Demat Facility

➤ Calendar of Events

*For
private circulation only*

October 2003

SEBI Action Against Vanishing Companies And Their

Directors

Securities and Exchange Board of India (SEBI) has vide its orders dated 25.9.2003 under Sec.11 read with Sec.11B of SEBI Act directed the following companies / their directors to disassociate themselves in every respect from the capital market related activities and not to access the capital market for a period of five years, i.e. more specifically, they shall not be allowed to raise funds from the capital market, deal in securities and shall also not be or be associated with any of the intermediaries in the capital market for a period of 5 years. Further, the public companies in which the said directors hold controlling or substantial interest shall not be allowed to raise funds from the capital market for a period of five years.

Sr. No	Name of Vanishing Company	Name of Directors
1	Tuscon Exports Ltd.	Shri Ranjeet Chouraria Shri Ramesh Fatehpuria
2	Cilson Organics Ltd.	Dr. B K Jha Shri C M Jha Shri Lalan Kumar Jha Shri S C Jha
3	Both Gaya Ceramics Ltd	Shri Brajesh Kumar Jha Shri Gyan Dhar Singh Shri Harinandan Prasad Sinha Shri Harshad Nandlal Bhutta

This has been communicated by SEBI vide its circular PR No. 235/2003 dated September 29, 2003.

SEBI Directive On Listing Of Further Issue Of Capital

The Government of India vide circular No.F.No.1/9/SE/2003 dated April 23, 2003 has, withdrawn the requirement relating to compulsory listing by companies on regional stock exchange. Keeping in view the letter and spirit of the said circular, SEBI has issued a directive vide its Circular No: MRD/Policy/Cir-35/2003/29/09, dated 29/9/2003, that if a company is listed on any stock exchange which is having nationwide trading terminals, it would be a sufficient compliance of the aforesaid SEBI circular, if it obtains 'in-principle' approval from such stock exchange(s) for further issue of shares or securities. Where the company

**N
E
S
T
U
P
D
A
T
E**

* National Electronic Settlement and Transfer

is not so listed on any stock exchange having nationwide trading terminals, it shall continue to obtain 'in-principle' approval from all the exchanges where it is listed as was provided in the aforesaid Circular dated March 8, 2001. This directive shall come into force with immediate effect. The stock exchanges have been directed to amend the listing agreement, bring the provisions of this circular to the notice of the member brokers/clearing members/listed companies of the Exchange and also to disseminate the same on the website for easy access to the investors.

NSDL's Ad campaign

NSDL has launched an Ad campaign under the title "Are you taking enough care while operating your Demat Account?" in the interest of investors. The Ad is being published between 29th September to 7th October 2003 in all major regional languages. The campaign is targeted to reach 1,85,00,000 readers. This campaign is a sequel of the campaign conducted last year. The advertisement is printed in this issue of "Nest Update".

Performance Summary

Investors :

Table 1

Month - Year	Client Accounts
	No. of Accounts (lakhs)
Sep-01	36.04
Sep-02	38.10
Sep-03	42.15

As on September 30, 2003, there are 42,15,598 Investor accounts from within the country and abroad. 2,276 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 September 30, 2003, 7,348 cr. securities having a value of Rs. 7,78,366 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.)
Sep-01	4,404	288,748
Sep-02	6,355	493,475
Sep-03	7,348	778,366

Settlement :

Table 3

Month - Year	Settlement Quantity (Cr.)	Settlement Value (Rs. Cr.)
Sep-01	54	6,820
Sep-02	71	7,404
Sep-03	265	27,451

In September 2003, a total quantity of 265 cr. shares having a value of Rs. 27,451 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 September 30, 2003, 4,993 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
Sep-01	3,506
Sep-02	4,547
Sep-03	4,993

DEBENTURES / BONDS

Table 4A

Month - Year	No. of Issuers	No. of active Instruments	Demat Value (Rs. Cr.)
Jul-03	525	6,865	219,430
Aug-03	532	6,988	221,275
Sep-03	540	7,022	227,559

As on September 30, 2003, 540 issuers have issued 11,313 debentures/bonds in demat form. 4,291 instruments have been redeemed and 7,022 instruments are available for dematerialisation. Table 4 A shows the growth over a period of last three months.

COMMERCIAL PAPER

As on September 30, 2003, 329 issuers have issued 4,259 commercial papers in demat form. 3,815 instruments have been redeemed and 444 commercial papers are available for dematerialisation. Table 4 B shows the growth over a period of last three months.

Table 4B

Month - Year	No. of Issuers	No. of active Instruments
Jul-03	324	457
Aug-03	327	448
Sep-03	329	444

Depository Participants :

Table 5

Month - Year	No. of DPs
Sep-01	204
Sep-02	213
Sep-03	212

As on September 30, 2003, 212 Depository Participants are offering depository services. DP services are provided from 1718 locations across the length and breadth of the country.



Corporate Action Statistics

Sr. No.	Description	During September 2003		For the F.Y. 2003-2004 (upto September 30, 2003)	
		No. of Allottees	No. of Securities	No. of Allottees	No. of Securities
1.	Equity Shares	106,068	147,537,032	555,130	1,704,152,039
2.	Preference Shares	5	381	20,033	506,261,744
3.	Bonds	683	30,654,826	269,646	1,282,132,926
4.	Commercial Papers	99	34,890	701	236,830
5.	Certificate of Deposits	34	22,830	360	341,131
6.	Pass Through Certificates	44	17,656,195	267	32,339,145
7.	Mutual Fund Units	181	129,737	2,629	53,688,431
8.	Government Securities	—	—	356	12,931,826
9.	Warrants	—	—	—	—
	Total	107,114	196,035,891	849,122	3,592,084,072

List of Companies That Have Changed Names

(During September 2003)

Sr. No.	Old Name	New Name
1.	Adani Container (Mundra) Terminals Limited	Mundra International Container Terminal Limited
2.	BSEL Information Systems Ltd.	BSEL Infrastructure Reality Ltd.
3.	CG Igarashi Motors Limited	Igarashi Motors India Limited
4.	Kritika Commercials Private Limited	Reliance Infoinvestments Private Limited
5.	Munoth Hire Purchase Limited	Doctors Biotech India Limited
6.	Tata Yodogawa Limited	Tayo Rolls Limited
7.	Widia (India) Limited	Kennametal Widia India Limited

Securities admitted for Dematerialisation during September 2003

COMPANY	ISIN	COMPANY	ISIN
Agroh Infrastructure Developers Pvt Ltd	INE171G01018	Grahams Investments Limited	INE183G01013
Akarsh Holdings Limited	INE178G01013	Haryana Texprints {Overseas} Limited	INE206G01012
Andhra Cements Limited	INE666E01012	Indraprastha Gas Limited	INE203G01019
Assam Entrade Limited	INE165G01010	Industrial Investors Limited	INE184G01011
Bijlee Textiles Limited	INE368F01012	Infinity Infotech Parks Limited	INE185G01018
Chandi Steel Industries Limited	INE204G01017	Jaypee Ventures Limited	INE186G03012
Davangere Sugar Company Limited	INE179G01011	Linton Vanijya Private Limited	INE187G01014
Empee Distilleries Limited	INE180G01019	Lodna Colliery Company (1920) Ltd	INE188G01012
Gammon Infrastructure Projects Limited	INE181G01017	Maanya Biotech Limited	INE159G01013
Garemohan Tie-up Private Limited	INE182G01015	Meenakshi Mercantiles Limited	INE189G01010

COMPANY	ISIN	COMPANY	ISIN
Morarjee Brembana Limited	INE161G01019	Tuareg Properties and Securities	
Natura Hue Chem Limited	INE487B01019	Services Limited	INE192G01014
Pitti Laminations Limited	INE450D01013	Turner Morrison Land Limited	INE193G01012
Rajendra Mechanical Industries Limited	INE158G01015	UCO Bank	INE691A01018
Reliance Salgaocar Power Company Limited	INE200G01015	Udaipur Cotton Mills Company Limited	INE194G01010
Sharadha Terry Products Limited	INE167G01016	Vardhman Wires and Polymers Limited	INE157G01017
SKG Fiscals Limited	INE190G01018	Vasundhara Holdings Limited	INE195G01017
STI Products India Limited	INE205G01014	Venkateshwara Management Services Limited	INE196G01015
Tata Internet Services Limited	INE162G01017	Vizag Seaport Limited	INE197G01013
Terra Energy Limited	INE191G01016	Wheel & Axle Textiles Limited	INE408F01016
The Lake City Corporation Limited	INE172G01016	Woolvest Merchandise Private Limited	INE198G01011
Torrent Power Generation Limited	INE168G01014		

Topic of Interest

Transposition cum Demat facility

The Companies Act, 1956 permits joint holding of shares. When securities are issued in physical form, names of all the joint holders are printed on the share certificates. All the joint holders are recognised as members of the company. The joint holders have the facility of changing the sequence of joint holders' names by making a written request to the company. This change in sequence of names does not constitute a transfer. Changing the position of joint holders in the sequence of names is called "**Transposition**". However, transposition facility is to be availed for entire holding in a folio and is not allowed for part holding.

If the same set of joint holders held securities with different sequence of names, these joint holders were earlier required to open separate depository accounts in the NSDL depository system. Now, the joint holders have the facility of changing the sequence of names during dematerialisation. This facilitates clients to open less number of demat accounts. This facility can be availed at the time of dematerialisation of securities and is called "**Transposition-cum-Demat**" facility. It helps joint holders, holding shares in more than one sequence, to dematerialise all of them in a single account. For example, if accountholders have securities in the name of A & B and B & A in the physical form, earlier they had to dematerialise the securities in two separate demat accounts. With "Transposition-cum-demat" facility, the accountholders may dematerialise the securities held in the name of A & B in the account opened in the name of B & A and vice versa. Similarly, all securities in the combination of A-B-C, B-C-A and C-A-B can be dematerialised in the demat account opened in any sequence of names of A, B and C.

Joint holders may submit the share certificates with different sequence of names to the DP alongwith Dematerialisation Request Form (DRF) and an additional form called "Transposition Form" for this purpose. Prescribed form for "Transposition-cum-demat" is given at the end of this article.

"Transposition-cum-demat" facility' allows only change in the sequence of names of joint holders. The facility does not permit any addition or deletion of any name(s) in the pattern of holdings. For example, securities with combination of A,B & C cannot be dematerialised in the same demat account with securities in combination A & B or A &



C or B & C or securities singly held by either A, B or C. Different accounts have to be opened for each type of combination. Also, securities held in the single name cannot be dematerialised into a joint account or vice versa. For example, one cannot dematerialise the securities held in the name of A in the account opened in the name of A & B or A,B & C. Similarly securities held in the name of A & B cannot be dematerialised in the account opened in the name of A or A, B & C.

Corporate Benefits & Joint Holding:

The company will deal with the member whose name appears first among the joint holders for payment of dividend, delivery of documents/ communication/ notices, etc. If the same set of joint holders, e.g. A, B and C hold shares in the combination of A, B & C and also in the combination B, C & A then, A will receive dividend/ communications for the combination A,B & C and, B for the combination B, C & A. Thus for communication by the company with the joint holders, the order of names has relevance for the company as well as for joint holders.

**ANNEXURE OA
TRANSPOSITION FORM
(for transposition and demat cases)**

Date										
------	--	--	--	--	--	--	--	--	--	--

To,
Name of Participant
Address of Participant

We, the undersigned, being the joint holder(s) of securities of (Name of the Company) wish to have our holdings transposed in the following order in which we have an account with you. We are also submitting the certificate(s) alongwith DRF for dematerialisation.

Names on the certificate of security:

Name	Signature(s)

Details of our client account:

DP ID	Client ID	Names of the account holders

Note: Separate Transposition form should be filled by the joint holders for securities having distinct ISINs



National Securities Depository Limited

ARE YOU TAKING ENOUGH CARE WHILE OPERATING YOUR DEMAT ACCOUNT?

TRANSACTION STATEMENT

- You are entitled to receive a transaction statement every month if you have done any transaction(s), and once a quarter, if you have not done any transaction.



- Insist on a transaction statement and not a holding statement. It shows the opening balance, the transactions of various debits and credits and final closing balance under each ISIN.
- Verify the statement, check whether all debits were authorised by you and all credits belong to you. If you find any unauthorised debits or credits in

your account, report the matter to your DP. In case you are not satisfied, report it to NSDL.

- If your DP provides the transaction statement through Internet, then make sure that you change your password frequently.

The statement also gives you the following information:

- Settlement number in which securities were bought or sold.
- Corporate action details (for example) credits arising out of bonus or rights under each ISIN, change in ISIN on account of mergers, amalgamations etc.
- The status of ISIN wise balances: - whether it is free, pledged or pending for demat.



INTIMATION OF CHANGES

- Intimate change in your address promptly to your DP. Else your transaction statement shall be sent to your old address.
- Intimate change in your bank account details promptly to your DP, otherwise the dividend warrants or the ECS credit will be made based on the old bank particulars.



DELIVERY INSTRUCTION (DI) BOOK

- Always keep your delivery instruction book in safe custody, just like your chequebook.
- Know the deadline time of your DP and submit the DI Slip well in advance for the settlement of market transactions.
- You can submit the DI Slip today with a future execution date. Execution date is the date on which your account will be debited.
- While filing in a DI slip, strikeout the empty spaces. Do not sign the DI Slip until it is completely filled-up. Ensure that you submit the DI Slip with the execution date duly filled in.
- You may use SPEED-e to submit delivery instruction through Internet. It gives you an anywhere anytime type of convenience. Check with your DP if it is making this facility available to you.



For any kind of clarifications, complaints or suggestions, contact:

National Securities Depository Limited

4th/5th floor, 'A' Wing, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai - 400 013.
Tel.: 91-22-2498 0829 - 30 · Fax: 91-22-2497 6351 · E-mail : info@nsdl.co.in Web : www.nsdl.co.in

NSDL Calendar of Events

Investor Depository Meets

October 11, 2003	Navi Mumbai	October 18, 2003	Bahraich
October 17, 2003	Bareilly		

Business Partner Training

October 8 - 10, 2003	Depository Participant Training
----------------------	---------------------------------

NSDL offices

Head Office

Mumbai

Trade World, A wing,
4th & 5th Floors,
Kamala Mills Compound,
Lower Parel, Mumbai 400013.
Phone: 022-24972970 (7 lines)
Fax: 022-24972993; 24976351
Email: info@nsdl.co.in

Chennai

6A, 6th Floor, Kences Towers
#1 Ramkrishna Street,
North Usman Road,
T. Nagar, Chennai -17
Tel: (044) 28143917/18
Fax: (044) 28144593
Email: vijayg@nsdl.co.in

Kolkata

5th Floor, The Millenium
Flat No. 5W, 235/2A,
Acharya Jagdish Chandra Bose
Road, Kolkata - 700 020
Tel: (033) 22814661/22814662
Fax: (033) 2287 3706
Email: anshumanc@nsdl.co.in

New Delhi

409/410, Ashoka Estate Building,
4th floor, Barakhamba Road,
Connaught Place,
New Delhi 110 001.
Tel: (011) 23353815/23353817
Fax: (011) 23353756
Email: harpinders@nsdl.co.in

Branch Offices

Investor Relationship Cell

Officer-In-Charge,

National Securities Depository Ltd.
Trade World, A Wing, 5th floor,
Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai -400013
Phone: 022-24972964-70
Fax: 022-24976351
Email: relations@nsdl.co.in

NSDL Certification Program

Officer-In-Charge,

National Securities Depository Ltd.
Trade World, A Wing, 5th floor,
Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai -400013
Phone: 022-24980829/ 30
Fax: 022-24976351
Email: ncfm@nsdl.co.in

"Printed and Published by **Mr. V R Narasimhan** on behalf of **National Securities Depository Limited** and Printed at **Printography**, 28, Mumbai Samachar Marg, Raja Bahadur Building, 1st Floor, Fort, Mumbai - 400 023 and Published from National Securities Depository Limited, 5th Floor, Trade World, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai 400 013.
Editor: Mr. V R Narasimhan "