



NSDL

ISO 27001 Certified



* NEST UPDATE

October 2006

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77,10,262
- ⇒ Demat Custody -
Rs. 27,43,937 Cr.
- ⇒ Settlement -
Rs. 58,359 Cr.
- ⇒ Companies available
for demat - 6,277
- ⇒ Instruments
 - ◆ Debentures/
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 - ◆ Commercial
Paper- 552
- ⇒ DPs - 232
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Subscription to SPEED-e

The following DPs have subscribed to the SPEED-e facility of NSDL in the month of September 2006:

- CFS Financial Services Private Limited
- Tamilnad Mercantile Bank Limited
- Ventura Securities Limited

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 67.

SEBI circular on Permanent Account Number (PAN) - Extension of deadline

SEBI has vide its Circular No. MRD/DoP/Dep/SE/Cir-13/06 dated September 26, 2006 decided to extend the deadline for providing PAN details to December 31, 2006. Further, SEBI has decided to withdraw the grace period of 30 days to the entities registered with SEBI u/s 12 of the SEBI Act, 1992 as stated in para 4.1 of SEBI Circular No. MRD/DoP/Dep/Cir-09/06 dated July 20, 2006.

This has been informed to DPs vide Circular No. NSDL/POLICY/2006/0043 dated September 27, 2006.

Closure of Reliance Share & Stock Brokers Private Limited DP Operations

Reliance Share & Stock Brokers Private Limited (RSSBPL) (DP ID IN300038), a DP of NSDL, has informed NSDL that it intends to close down its depository operations.

Clients of RSSBPL are requested to get their securities transferred to the account opened with any other DP or get them rematerialized.

Training Programmes for Compliance Officers of DPs

NSDL conducted training programmes for compliance officers of DPs. Areas covered during the training programmes were compliance requirements, inspection and internal audit. The programmes were conducted at Mumbai (September 29, 2006), New Delhi (October 5, 2006), Kolkata (October 10, 2006) and Chennai (October 13, 2006).

Training for internal auditors of the DPs

During September 2006, NSDL conducted training for internal auditors of the DPs. Areas covered during this training programmes were Account Opening, Dematerialisation / Rematerialisation, Settlement, Pledge and Hypothecation, Corporate Actions, Back office operations, critical aspects of Depository Participant Operations, Guidelines on internal audit, Compliance, Depository Participant Inspection; findings and perspectives, Anti Money Laundering Requirement and Systems overview.

*For
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* National Electronic Settlement and Transfer

The programmes were conducted at Mumbai (September 8 & 9, 2006), Kolkata (September 15, 2006), Chennai (September 16, 2006) and New Delhi (September 22 & 23, 2006).

NSDL revises rematerialisation fees charged to DPs

With effect from November 1, 2006, NSDL would charge DPs the following fee for rematerialisation of securities :

- a fee of Rs.10 for every hundred securities or part thereof ; or
- a flat fee of Rs.10 per certificate, whichever is higher.

This has been informed to DPs vide Circular No. NSDL/POLICY/2006/0039 dated September 14, 2006.

Performance Summary

Investors :

Table 1

Month - Year	Client Accounts
	No. of Accounts (lakh)
Sep-04	56.66
Sep-05	69.63
Sep-06	77.10

As on September 30, 2006, there are 77,10,262 Investor accounts from within the country and abroad. 2,114 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, 2006, 18,642 cr. securities having a value of Rs. 27,43,937 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-04	9,251	1,127,668
Sep-05	15,183	1,876,688
Sep-06	18,642	2,743,937

Settlement :

Table 3

Month - Year	Settlement Quantity (Cr.)	Settlement Value (Rs. Cr.)
Sep-04	269	27,548
Sep-05	662	60,986
Sep-06	316	58,359

(Single side)

In September 2006, a total quantity of 316 cr. shares having a value of Rs. 58,359 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, 2006, 6,277 companies are available for demat . Table 4 indicates the increase in the number of companies that have joined NSDL over a period of three years.

Table 4

Month - Year	No. of Companies Operational
Sep-04	5,440
Sep-05	5,756
Sep-06	6,277

DEBENTURES / BONDS

Table 4A

Month - Year	No. of Issuers	No. of active Instruments	Demat Value (Rs. Cr.)
Jul-06	659	6,804	341,667
Aug-06	659	6,781	343,734
Sep-06	661	6,748	354,224

As on September 30, 2006, 661 issuers have issued 18,826 debentures/bonds in demat form. 12,078 instruments have been redeemed and 6,748 instruments are available for dematerialisation. Table 4A shows the growth over a period of last three months

COMMERCIAL PAPER

As on September 30, 2006, 381 issuers have issued 8,179 commercial papers in demat form. 7,627 instruments have been redeemed and 552 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
Jul-06	380	535
Aug-06	381	557
Sep-06	381	552

Depository Participants :

Table 5

Month - Year	No. of DPs
Sep-04	216
Sep-05	217
Sep-06	232

As on September 30, 2006, 232 Depository Participants are offering depository services. DP services are provided from 3,211 locations across the length and breadth of the country.

Corporate Action Statistics

Sr. No.	Description	During September 2006		For the F.Y. 2006-2007 (upto September 2006)	
		No. of Allottees	No. of Securities	No. of Allottees	No. of Securities
1.	Equity Shares	497,582	3,541,096,534	5,536,325	22,733,414,352
2.	Preference Shares	1,124	14,412,586	8,270	765,828,345
3.	Bonds	815	10,344,063	17,414	74,310,214
4.	Commercial Papers	110	95,070	824	654,762
5.	Certificate Of Deposits	178	1,139,500	1,108	6,720,830
6.	Securitized Instruments	33	160,862	460	7,381,361
7.	Mutual Fund Units	618	40,834,357	3,731	73,406,278
8.	Warrants	5	450,068	4,191	6,501,943
9.	Postal Savings Certificates	1,912	226,436,200*	9,346	968,202,700*
10.	Commodities	563	113,150	2,930	567,514
Total		502,940	3,835,082,390	5,584,599	24,636,988,298

* Value in Rupees

List of Companies that have changed Names

(During September 2006)

Sr. No.	Old Name	New Name
1	Madhav Marbles & Granites Limited	Maadhav Granite and Realty Limited
2	Relene Petrochemicals Private Limited	Relene Petrochemicals Limited
3	Progeon Limited	Infosys BPO Limited
4	Aztec Software and Technology Services Limited	Aztecsoft Limited
5	BPL Mobile Cellular Limited	Hutchison Essar Cellular Limited
6	Kaashyap Radiant Systems Limited	Kaashyap Technologies Limited
7	Escorts Telecommunications Limited	IDEA Telecommunications Limited
8	Capital Hotels and Developers Limited	CHD Developers Limited
9	Siemens BPO Services Private Limited	Siemens Information Processing Services Private Limited
10	Page Apparel Manufacturing Private Limited	Page Industries Limited
11	Madhya Pradesh Glychem Industries Limited	Anik Industries Limited
12	The Simbhaoli Sugar Mills Limited	Simbhaoli Sugars Limited
13	Gujarat Electricity Board	Gujarat Urja Vikas Nigam Limited
14	Varun Continental Limited	Varun Industries Limited
15	Facts Securities Limited	Fact Enterprise Limited
16	Santosh Securities Limited	Santosh Starch Limited
17	Uni-Socks (India) Limited	Filatex Fashions Limited
18	Goetze India Limited	Federal – Mogul Goetze (India) Limited
19	The Associated Cement Companies Limited	ACC Limited
20	Godrej Foods Limited	Godrej Commodities Limited
21	Arc India Limited	Arc India Private Limited
22	Era Financial Services (India) Limited	Era E- Zone (India) Limited

Securities admitted for Dematerialisation during September 2006

COMPANY	ISIN
Adani Power Private Limited	INE814H01011
Alexendra Jute Mills Private Limited	INE790H01013
Alstom Industrial Products Limited	INE822H01014
Aryan Ispat And Power Private Limited	INE802H01016
Bacil Pharma Limited	INE711D01018
Bhagwati Banquets And Hotels Limited	INE797H01018
Bilt Power Limited	INE809H01011
Burnpur Cement Limited	INE817H01014
Elysium Pharmaceuticals Limited	INE805H01019
Frontier Leasing & Finance Limited	INE977E01013
Global Vectra Helicorp Limited	INE792H01019
GMR Jadcherla Expressways Private Limited	INE801H01018
GMR Pochanpalli Expressways Private Limited	INE808H01013
Hilton Metal Forging Limited	INE788H01017
India SME Technology Services Limited	INE806H01017
Ircon-Soma Tollway Private Limited	INE816H01016
Marathon Nextgen Realty & Textiles Limited	INE182D01012
Monotona Securities Limited	INE815H01018
Nagarjuna Agri Tech Limited	INE793H01017
P. G. Industry Limited	INE807H01015
Road Infrastructure Development Company of Rajasthan Limited	INE796H01010
Ruchira Papers Limited	INE803H01014
Satnam Haegens Limited	INE821H01016
Shakti Met-Dor Limited	INE614D01014
Subway Finance & Investment Company Limited	INE033F01012
Synergies Castings Limited	INE799H01014
Torrent Power Limited	INE813H01013
Transwarranty Finance Limited	INE804H01012
Travel Corporation (India) Private Limited	INE798H01016

Topic of Interest

Importance of Transaction Statement

In the NSDL depository system, the transfers and holdings of accountholders are reflected in the demat accounts as accounting entries. The details of transactions carried-out through the depository account are given in the 'Transaction Statement'. An accountholder would receive Transaction Statement from its Depository Participant (DP) every month if there are transactions in the account. However, if there is no transaction in the account, the DP has to provide the Transaction Statement to the accountholder atleast once in a quarter. The format of the Transaction Statement is given at the end of this article.

Contents of Transaction Statement

- **Period** – The Transaction Statement contains debits & credits for a specified period. If the statements for consecutive periods are preserved, they serve as complete record of the account of a client/investor.
- **Category** – This is shown as 'Non-House' for any client/investor. The account is categorised as 'House' for the DP's own account.
- **Status** – Status of account is normally shown as 'Active'. If the account is frozen by the accountholder, the status will be 'Suspended for Debit' or 'Suspended for Debit & Credit', as the case may be. Any change of status can be monitored by comparing the text information printed under 'Status' in two consecutive Transaction Statements.
- **Account Freezing** - If an accountholder does not intend to operate his account for some time, he may freeze the entire account, a particular ISIN or specific number of securities under an ISIN. An account level Freeze is shown in 'Status' as explained above. In case a particular ISIN is frozen for debit, the ISIN level freeze is shown after the ISIN Description in the Transaction Statement. Quantity level freeze is shown as a separate entry alongwith other debits/credits in the Transaction Statement. Whenever an accountholder wants to remove the freeze, he can give un-freeze instruction to its DP. It is also possible to give freeze/unfreeze instructions through internet by the accountholder himself if he has subscribed to SPEED-e facility of NSDL, as a smart card user.
- **Address Change** - The address given by the accountholder for a demat account is printed on the Transaction Statement. Any change in the address can be verified by comparing the text information printed under the address field in two consecutive Transaction Statements.
- **ISIN Information** - In the depository system, securities of different companies are identified by a unique 12 digit code, called ISIN. The Transaction Statement shows the ISIN for each security held in the account. This ISIN is required for filling in the delivery instruction slip.
- **Booking Date & Transaction Number** - Booking date is the date on which a transaction is booked in the account by the depository system. Events like submitting certificates for dematerialisation, confirmation of dematerialisation requests, transferring securities out of the account, receiving securities into the account, pledging, closing/ invocation of pledge etc. are considered as a transaction in the depository system. Each such transaction is identified with a booking date and a transaction number.
- **Settlement Information:** Transaction Statement indicates the settlement number and market type under which the securities are debited from or credited to the demat account directly provided the securities are transferred to or from the pool account of a clearing member. This information may be compared with settlement number details given in the contract note to know whether broker has delivered the securities purchased in the same settlement cycle in which they were purchased.
- **Details of Demat pendency** - Transaction Statement help clients to keep a track of the securities sent for dematerialisation. On initiation of a demat request, it is reflected in the Transaction Statement as 'By Dematerialisation Request' and is shown under the head 'Pending Demat Request'. Upon confirmation of demat request by Issuer/ R&T Agent, the quantity is deducted from 'Pending for demat' balance and is shown as 'By Dematerialisation Request Confirmation' under 'free Balance'.
- **Opening & Closing Balance** – Apart from transactions during the period, the Transaction Statement shows the opening balance as on the start date of the period mentioned in the Transaction Statement and closing balance as on the end date of the period.
- **Corporate Actions** - Generally, companies inform the accountholders (shareholders) about impending non-cash corporate actions like Bonus Issue, Share Split/ Consolidation etc. Accountholders can verify whether corresponding debits/credits are effected as per the intimation given by the companies. The following items may be verified in this context:
 - a) Date of transaction
 - b) Quantity of credit/ debit as per the ratio intimated by the company
- **Verification of Debits & Credits** - Accountholders may check every debit reflected in the Transaction Statement with counterfoil/ acknowledgment copy of the Delivery Instruction Slip issued by him. In case the accountholder has issued Power of Attorney in favour of a broker or DP or any other person, the accountholder may see whether debit in the account correspond to his/her trade (sell) order. Any debit in the account by way of transfer without the authorisation of the accountholder should be brought to the notice of NSDL/ DP. Similarly, accountholder may check the credit of securities in the account. He should satisfy himself that only expected credits have been received into the account. Any unexpected credit creeping into the account should be brought to the notice of DP/NSDL.

- **Pledge** - Upon initiation of pledge, securities are debited from the free balance and credited to the pledge account. This is shown as a separate entry in the Transaction Statement as 'By Pledge request Pending Confirmation', till the time pledge request is confirmed by Pledgee. Upon confirmation of pledge request, the securities are pledged in favour of Pledgee and the status changes to 'By Pledge request' in the Transaction Statement. All the transactions are shown in the Transaction Statement alongwith the date of creation of pledge and the details of Pledgee. If the pledge is closed, the closed quantity is deducted from pledged balance and added to free balance. If pledge is invoked by Pledgee, securities will be debited from Pledgor's account and transferred to the Pledgee's account.

Transaction Statement v/s Holding Statement

Accountholders should insist on a Transaction Statement from their DP. A Transaction Statement gives complete details about transactions carried-out during a specified period. In case there was no transaction, opening balance and closing balance will be the same with a message that there was no transaction for the period whereas, a Holding Statement will merely show the balance as on a given date.

A format of the Transaction Statement is shown below: (Note: Details given in the Statement are illustrative and not real)

TRANSACTION STATEMENT							Print Date: 11-Sep-06	11:43 AM
National Securities Depository Limited								
DP Name [DP Id:]								
DP Address								
Selection Criteria:	Transactions From Date : 1/7/2005						To Date : 1/8/2006	
Client Id	10000004	Category	Non House Beneficiary		Status	Active		
Name	SAURAV C CHAVAN							
Address	B/7, TRIVENI TOWERS, MASJID BUNDER MUMBAI							
Pin Code	400003							
Bkg. Date	ISIN	Trans. No.	Description	Credit	Debit	Balance		
Beneficiary	INE062A01012	STATE BANK OF INDIA EQ						
					Opening Balance :	0		
	19/01/2006	00:00:00	37389	By Dematerialisation	16,500		16,500	
	27/01/2006	00:00:00	7307471	To Pledge, DP1 / 10005112		6,500	10,000	
	27/01/2006	00:00:00	7307470	To Pledge, DP1 / 10005112		5,000	5,000	
	27/01/2006	00:00:00	7307469	To Pledge, DP1 / 10005112		5,000	0	
	28/03/2006	00:00:00	48423	By Dematerialisation	900		900	
	15/05/2006	00:00:00	54179	By Dematerialisation	100		1,000	
	31/05/2006	00:00:00	6394323	To DP2 / 10206607		299	701	
	01/06/2006	00:00:00	6396139	To CM1, Physical / 2000026		700	1	
					Closing Balance :	1		
Pending Demat					Opening Balance :	0		
	02/01/2006	00:00:00	37389	By Dematerialisation request	16,500		16,500	
	19/01/2006	00:00:00	37389	To Dematerialisation request confirmation		16,500	0	
	16/03/2006	00:00:00	48423	By Dematerialisation request	900		900	
	28/03/2006	00:00:00	48423	To Dematerialisation request confirmation		900	0	
	29/04/2006	00:00:00	54179	By Dematerialisation request	100		100	
	15/05/2006	00:00:00	54179	To Dematerialisation request confirmation		100	0	
					Closing Balance :	0		
Pledge					Opening Balance :	0		
	27/01/2006	00:00:00	7307471	By Pledge request	6,500		6,500	
	27/01/2006	00:00:00	7307470	By Pledge request	5,000		11,500	
	27/01/2006	00:00:00	7307469	By Pledge request	5,000		16,500	
	07/07/2006	00:00:00	7307471	To Pledge invocation, DP1 / 10005112		6,500	10,000	
	07/07/2006	00:00:00	7307470	To Pledge invocation, DP1 / 10005112		5,000	5,000	
	07/07/2006	00:00:00	7307469	To Pledge invocation, DP1 / 10005112		5,000	0	
No transactions recorded for the following ISINs during the given period and the Closing Balances as of 1/8/2006 are as under:								
	ISIN	INE213A01011		ONGC EQ				
Beneficiary					Closing Balance :	100		
Pending Demat					Closing Balance :	700		
Pledge					Closing Balance :	500		
Depository Participant's Seal & Initials								
*** End of Report ***								
BKG006/user/11-Sep-2006	11:55 AM	/	14117045					

NSDL Calendar of Events

Investor Depository Meets / Depository Promotion Programs

October 26, 2006	Palayankottai	November 11, 2006	Burdwan
October 27, 2006	Nagercoil	November 16, 2006	Ankleshwar
October 28, 2006	Thiruvananthapuram	November 17, 2006	Navasari
November 2, 2006	Hardwar	November 18, 2006	Valsad
November 3, 2006	Bijnor	November 23, 2006	Madikeri
November 4, 2006	Ghaziabad	November 24, 2006	Mandya
November 9, 2006	Raniganj	November 25, 2006	Mysore
November 10, 2006	Bankura		

Business Partner Training

November 7-9, 2006
November 1-2, 2006

Depository Participant Training
Share Registrar Training

NSDL Offices

Head Office

Mumbai

4th Floor, A Wing, Trade World,
Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai - 400 013.
Tel: (022) 24994200 (60 lines)
Fax: (022) 24972993 / 24976351
Email: info@nsdl.co.in

Branch Offices

Chennai

6A, 6th Floor, Kences Towers
#1 Ramkrishna Street,
North Usman Road,
T. Nagar, Chennai - 600 017.
Tel: (044) 28143917/18
Fax: (044) 28144593
Email: bandams@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) 22891945
Email: supratimm@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: nitinj@nsdl.co.in

Investor Relationship Cell

Officer-In-Charge,

National Securities Depository Ltd.
4th Floor, A Wing, Trade World,
Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai - 400 013.
Tel: (022) 24994200
Fax: (022) 24976351
Email: relations@nsdl.co.in

NSDL Certification Program

Officer-In-Charge,

National Securities Depository Ltd.
4th Floor, A Wing, Trade World,
Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai - 400 013.
Tel: (022) 24994200
Fax: (022) 24976351
Email: ncfm@nsdl.co.in