National Securities Depository Ltd.

Participant Interface
Circular

Circular No.: NSDL/POLICY/2011/0046 Date: June 7, 2011

Sub: Amendments to Business Rules of NSDL

All Participants are hereby notified that Rules 11.3.5, Annexure B (Conversion Request Form) and Annexure HA (Repurchase / Redemption Form) of Business Rules of NSDL have been amended and Rules 11.8.1 to 11.8.10 and Annexure C (Redemption Request Form) of Business Rules of NSDL have been newly inserted.

Amended Business Rules are given below:

Rule 11.3.5

11.3.5 The Participant shall, except in the case of amount based redemption, ensure that the Client has sufficient free holdings in his account before executing the instructions in the DPM (DP).

Rule 11.8 Reconversion of Mutual Fund units into Statement of Account form (SOA form).

11.8.1. Every Client desirous of reconverting units held in dematerialised form to units in SOA, shall submit to the Participant Reconversion Request Form. The specimen of the same is given in Annexure C.

11.8.2. The Client shall submit separate Reconversion Request Form (i.e. Annexure C) for each Issuer separately.

11.8.3. The Client shall submit a separate Reconversion Request Form for locked in and free units under the same ISIN.

11.8.4. The Participant shall ensure that the Reconversion Request Form (i.e. Annexure C) submitted by its Client is completely filled and duly signed.

11.8.5. The Participant shall ensure that the Client has sufficient free or locked-in units in its account maintained in electronic form and also verify the signatures on each Reconversion Request Form (i.e. Annexure C) with the signatures held with it and authorise each

Reconversion Request Form (i.e. Annexure C) before forwarding it to the Issuer or its Registrar and Transfer Agent.

11.8.6. The Participant shall intimate the Reconversion Request to the Depository. After writing the Reconversion Request Number on the Reconversion Request Form (i.e. Annexure C) and retaining a copy of the form, forward the Reconversion Request Form (i.e. Annexure C) to the Issuer or its Registrar and Transfer Agent.

11.8.7. The Reconversion Request Form shall be forwarded by the Participant to the Issuer or its Registrar and Transfer Agent within seven days of accepting the same from its Client.

11.8.8. The units issued at the time of reconversion of units into SOA form shall be in the name(s) of the person(s) who held the account in respect of such units. At the time of reconversion of units, the units in SOA form shall be issued to the persons as per the pattern of holdings in the account of the Participant from which such units are reconverted.

11.8.9. The Issuer or its Registrar and Transfer Agent shall after due verification promptly confirm the reconversion request to the Depository for debit of units from the account of the Client.

11.8.10. In case any objection memo has been received for such units from the Issuer or its Registrar and Transfer Agent, the Participant shall facilitate the correction of such objections on a timely basis.

Further, Annexure B (Conversion Request Form) and Annexure HA (Repurchase / Redemption Form) of Business Rules are enclosed in track change and without track change mode alongwith Annexure C (Reconversion Request form). Rule 11.3.5 is also enclosed in track changes mode.

For and on behalf of
National Securities Depository Limited

Samar Banwat
Senior Vice President

Encl: a/a

Signature Not Verified
Digitally signed by SAMAR PAWANKUMAR BANWAT
Date: 2011.06.07 17:03:21 +05:30
Reason: Authentication
Location: NSDL, Mumbai