Circular No.: NSDL/POLICY/2016/0084 Date: October 17, 2016

Subject: Insurance Premium Computation Methodology.

As Participants are aware, NSDL obtains a comprehensive insurance policy to cover NSDL and its Participants against various risks viz, infidelity of employees, Electronic & computer crime and Professional Indemnity. A part of the total premium is borne by NSDL and the rest is paid by the Participants in proportion to their aggregate custody, transaction volumes and certain other factors.

Participants were informed vide Circular No. NSDL/POLICY/2015/0095 dated October 28, 2015 about the methodology for computing premium payable by Participants in respect of insurance policy for the year 2015-16. Continuing with the same methodology, the incidences of insurance claims would be considered while computing the premium payable by Participants for the insurance policy for the insurance year 2016-17. The proposed computation methodology is as follows:

- The insurance premium to be paid by each Participant will be first computed on the basis of custody and transaction volume of each Participant, subject to a minimum value.
- There will be a loading on the premium for the year 2016-17 for Participants who have lodged claim(s) in the previous years.
- A Participant closing its depository operations, will be required to pay the annual premium for the succeeding year, in order to cover the claims (if any) arising in the year immediately following the year of closure.
- NSDL will intimate the premium amounts to Participants in due course.

In case you need any clarifications, please contact Mr. Suresh Uchlani or Mr. Prathmesh Mungle on 022-2499 4272 / 2499 4583 or on e-mail id: sureshu@nsdl.co.in / prathmeshm@nsdl.co.in

For and on behalf of
National Securities Depository Limited

Prashant Prachand
Assistant Vice President

FORTHCOMING COMPLIANCE			
Particulars	**Deadline**	**Manner of sending**	**Reference**
Investor Grievance Report (Monthly)	By 10th of the following month.	Through e-PASS	Circular No. NSDL/POLICY/2015/0096 dated October 29, 2015.
Risk based supervision of Participants	October 20, 2016	Through e-PASS	Circular No. NSDL/POLICY/2016/0079 dated September 30, 2016
Internal/ Concurrent Audit Report (April - September)	November 15th every year	Digitally signed report by email at nsdl-bp-inspection@nsdl.co.in. Alternatively, by hard copy to Inspection Department.	Circular No.: NSDL/POLICY/2015/0087 dated October 1, 2015 and Circular No. NSDL/POLICY/2010/0017 dated February 22, 2010

Digitally signed by
Name : Prashant Prachand
Date : 10/17/2016 6:51:52 PM
Reason : Authentication