

Ref: 12-13/ISS/Surveillance/CM/1498
June 20, 2012

All Registered Intermediaries of ISS

Dear Sir / Madam,

Sub.: Selling of Securities on T+7 days.

Please refer to the captioned subject, whereby the NSE has informed through Circular Ref. No.: 136/2012 dated April 26, 2012. Clarifies on debit balances in Client's account that:

"If the debit balance arises out of clients failure to pay such amount for more than fifth trading day reckoned from date of pay in , and further exposure is granted to client it would be construed as a funding violation even if fully paid collaterals are available for margins "

Thus ISS is constrained to sell client's securities on T+7 day to comply with the regulator requirements with effect from 2nd July 2012.

Members may kindly take note that our present practice of selling of securities on T+10 will be discontinued with effect from 2nd July 2012.

For any further clarifications, contact the under-signed or Mr. Rajnandan Rai at surveillance@iseindia.com Tel. No's. 022-61829533 & Ms. Mayuri at mayurim@iseindia.com Tel No. 022-61829528 or Relationship Managers.

Thanking you,

Yours faithfully,
For **ISE Securities & Services Limited.**

Sweedin Satav.
Asst -Vice President.
Surveillance dept (022-61829530)

Encl: NSE Circular