

Circular

CIR/01/2012

Date: 16/01/2012

Sub: Dishonor of cheque by clients

All Sub-brokers/Authorized Persons are hereby advised to take special care and attention towards the following;

An analysis of cheque dishonor during recent months is showing increase in trend of return cheques. The matter is worrying and the collection of funds is putting unnecessary pressure on our Margin/Risk Management System.

You may be aware that SEBI/Exchanges are very strict in margin reporting and wrong reporting attracts heavy Penalty. Hence all are advised to ensure that the cheques are collected and presented in time and is honored by the client without any delay/excuses.

Further we would like to inform you that instances of cheque dishonor will be viewed very seriously and shall lead to reduction/withdrawal of exposure limit for the client.

Request all to appraise the client accordingly and expect customary cooperation from all Sub-brokers /Authorized Persons

Mr. Balakrishna Panicker M.G.
(Chief Operating Officer)