

Announcement

Renewal of recognition for a period of one year

This is to inform that the Exchange has received approval from SEBI vide letter dated September 12, 2013 for renewal of recognition for a period of one year commencing on September 16, 2013 and ending on September 15, 2014 subject to conditions as specified below-

I A committee comprising of 2 Public Interest Directors and 3 nominees from institutional investors in MCX-SX shall be constituted within 2 days of renewal of recognition to oversee the following functions of the exchange -

- a. All financial transactions related to investment, lending, and borrowing of funds and related party transactions as defined in AS 18
- b. Appointment of Key management personnel
- c. All facility/infrastructure sharing arrangements
- d. All major capital expenditures and advise the board on all the major policy matters. The board will consider the advice and maintain a record of the proceedings.

A committee on the same lines may also be constituted by MCX-SXCCL which is the subsidiary of MCX-SX. The said committee shall oversee the clearing and settlement function in addition to the functions listed above.

II. In-order to further secure the management of the exchange and clearing corporation, shareholders of MCX-SX and MCX-SX-CCL in AGM/EGM would examine conflict of interest and compliance with SECC Regulations 2012 by the directors and the key management personnel including managing director, and take appropriate action including reconstitution of board, reappointment of any key management personnel and will report to SEBI within 30 days from the date of renewal of recognition.

III. Any non-compliance with the directions of SEBI as given above or which may be given from time to time or any adverse findings by any other regulator may result in withdrawal of recognition of the exchange.