



Central Depository Services (India) Limited

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COMMUNIQUÉ TO DEPOSITORY PARTICIPANTS

CDSL/OPS/DP/1524

March 30, 2009

AMENDMENTS TO CDSL'S DP OPERATING INSTRUCTIONS

CHAPTER 12: FEES, CHARGES AND DEPOSITS

CDSL is pleased to announce a revision in the tariff structure (for debit transactions) across all types of DPs w.e.f. **Wednesday, April 01, 2009**. In this regard, Chapter 12: Fees, Charges and Deposits of the DP Operating Instructions, duly revised, is attached [see **Annexure-A**] with the amendments in bold and highlighted print.

The proposed revisions are as follows:

Monthly Transaction bill amount (@Rs.6/- per transaction) (in Rs.)	Rate per Debit Transaction (in Rs.)
More than Rs. 15 lakhs	4.75
More than Rs.4 lakhs and up to Rs. 15 lakhs	5.00
More than Rs. 1 lakh and up to Rs. 4 lakhs	5.50
Up to Rs. 1 lakh	6.00

DPs are advised to pass on the benefit of the revised tariff structure to the beneficial owners [BOs].

Queries regarding this communiqué may be addressed to **CDSL-Helpdesk** on telephone no. (022) 2272-3333 (extn. 8642, 8427, 8663, 8624, 8693, 8625, 8639), direct (022) 2272-1261, (022) 32462767, (022) 2272-2075 or email ID: helpdesk@cdslindia.com.

sd/-

Ramkumar K.
Vice President – Operations

REMINDER TO DPs

- ✓ Communiqué nos. **CDSL/OPS/DP/1424** dated January 16, 2009 and **CDSL/OPS/DP/1439** dated January 28, 2009 advising DPs to ensure that all BO accounts in the Individual / NRI / Foreign National categories have been intimated about the nomination requirement latest by April 30, 2009.

12 FEES, CHARGES AND DEPOSITS

12.1 The Participant shall, apart from such fees, charges and deposits as may be payable to SEBI, pay to CDSL such fees, charges and deposits as are specified herein under. In the event of the Participant failing to make payment of the fees, charges or deposits, as the case may be, by the respective due dates specified in bills raised by CDSL, in addition to any other rights or remedies that may be available to CDSL against the Participant, the Participant shall be liable to pay interest to CDSL on such delayed payment or part thereof on the quantum of such delayed payment at the rate as may be prescribed by CDSL from time to time. Such fees, charges and deposits shall be subject to any change or revision from time to time by CDSL provided however that CDSL shall, before effecting any increase in the fees, charges or deposits payable by the Participant as aforesaid, give the Participant at least one month's notice in that behalf.

12.2 Tariff for Depository Participants

Particulars	Charges	Payable to
<u>Account Maintenance Charge</u>		
Account Maintenance Charges per Beneficial Owner account per annum	Nil for individuals/ HUFs / Trusts / NRIs	CDSL
	Rs. 500 for others	CDSL
<u>Transaction Charges</u>		
Refer point 12.5		
<u>Custody Charges / Per ISIN Charges</u>		
Custody / Per ISIN charges based on market value of securities held in the account	Nil	

Particulars	Charges	Payable to
<u>Other Charges</u>		
Dematerialisation	Nil	
Rematerialisation	<p>A fee of Rs.10/- for every 100 securities or part thereof; or a Flat fee of Rs.10/- per certificate, whichever is higher will be payable.</p> <p>However, no fee shall be collected in case of government securities where rematerialization is used for transfer to other SGL participant account and units of UTI and other mutual funds where rematerialization is used for redemption / repurchase.</p>	

Note: -

- The Tariff indicates the charges collected by CDSL from DPs.
- Billing will be done at the end of each month.
- Tariff for other services will be announced as and when introduced.
- The tariff indicated above is subject to periodic review.

12.3 Basis of Calculation**12.3.1 Account Maintenance Charge**

- The charges are for each BO account opened, except for accounts opened for Individual / HUF / NRI / Trusts.
- The charge will be pro-rated monthly from the month in which the account is opened

till the end of the financial year. For subsequent financial years, the same is payable at the beginning of the financial year.

12.3.2 Transaction Charges

On-Market / Off-Market

For calculating the transaction charge, the closing price of the scrip on the day of debit / credit shall be used.

12.4 Recurring Charges per annum -

Particulars	Charge	Payable to
Annual fee	Rs.1,000/-	SEBI (Through CDSL)
Software Annual Maintenance Charges (#)	Rs.40,000 w.e.f. 1 st April, 2006 for main location. Rs.10,000 w.e.f. 1 st April, 2006 per additional DP location electronically connected to CDSL system directly.	CDSL
VSAT Usage Charges (#)	Rs. 1,20,000 p.a.	CDSL
MPLS leased line (128 Kbps) usage charges (#)	Rs. 1,20,000 p.a.	CDSL
Lease line service charges (MLDN) (#)	Rs.18,500/-	CDSL
Lease line service charges (Non-MLDN) (#)	Rs.33,100/-	CDSL
Insurance premium	Insurance will be charged to each DP based on:- <input type="checkbox"/> Premium charged to CDSL by the Insurance Company <input type="checkbox"/> Insurance Claims History <input type="checkbox"/> Compliance Level <input type="checkbox"/> A DP wishing to	CDSL

Particulars	Charge	Payable to
	terminate its agreement with CDSL, to pay the annual premium then prevailing, to cover claim for next one year, immediately succeeding the year of withdrawal of the DP.	

(#) Charges will be pro-rated monthly from the month in which the DP is admitted till the end of the financial year. For the subsequent financial year, the same is payable at the beginning of the financial year.

Note:

1. Connectivity charges payable to service providers will be charged on actual basis. Leased line charges would vary depending on type of connectivity given by MTNL/BSNL, etc.
2. VSAT cancellation / shifting charges, which are payable to the service provider will be intimated by CDSL from time to time.
3. ¹Levy of service tax on charges, as applicable.

12.5 Charge Criteria

Note:

With effect from January 09, 2006, no transaction charges shall be levied by CDSL on DPs and, consequently, no transaction charges shall be levied by the DP on a Beneficial Owner (BO) when a BO transfers all the securities lying in his account to another branch of the same DP or to another DP of the same depository or another depository, provided the BO Account(s) at transferee DP and at transferor DP are **one and the same**, i.e. identical in all respects. In case the BO Account at transferor DP is a joint account, the BO Account at transferee DP should also be a joint account in the same sequence of ownership.

All other transaction charges shall be as given in the following sub-sections:

12.5.1 **On Market Settlement**
Clearing Corporation Accounts

Sr. No.	Account Type	Debit/ Credit	Charge
1.	Settlement Escrow Account (CH Escrow)	Credit	No Charge
2.	Settlement Default Account (CH Pool)	Credit	No Charge
3.	Settlement Lien Account (CM Escrow)	Credit	No Charge
4.	CM Vyaj Badla Account - For Settlement		
	CM Vyaj Badla Account	Debit	No Charge
	CM Vyaj Badla Account	Credit	No Charge

Depository Participant Accounts

a) **BO Level Settlement :-**

Sr. No.	Account Type	Debit/ Credit	Charge	Charge Amount per Transaction w.e.f. 1 st December, 2006
1.	For deliveries to CH <ul style="list-style-type: none"> • From CM Principal Account • From BO Account 	Debit Debit	No Charge Charge	---- Refer 12.5.3
2.	For deliveries from CH <ul style="list-style-type: none"> • To BO Account • To CM Pool Account • To CM Principal Account • To CM Clearing Account 	Credit Credit Credit Credit	No Charge No Charge Charge Charge	---- ---- Rs.6.00 Rs.6.00

b) CM Level Settlement :-

Sr. No.	Account Type	Debit/ Credit	Charge	Charge Amount per transaction w.e.f. 1 st December, 2006
1.	For deliveries to CH			
	<ul style="list-style-type: none"> • From BO Account • From CM Clearing Account 	Debit Debit	Charge No Charge	Refer 12.5.3 ---
2.	For deliveries from CH			
	<ul style="list-style-type: none"> • To BO Account • To CM Clearing Account 	Credit Credit	No Charge No Charge	---- ----*
	• To CM Principal Account	Credit	Charge	Rs.6.00

* A fee of Rs.6.00 per transaction will be applicable for credit of securities in pay-out declared by an exchange into a CM Account meant for other exchange.

12.5.2 Off Market Settlement**Clearing Corporation Accounts**

Sr. No.	Account Type	Debit/ Credit	Charge
1.	Settlement Escrow Account (CH Escrow)	Debit	No Charge
2.	Settlement Default Account (CH Pool)	Debit	No Charge
3.	Settlement Lien Account (CM Escrow)	Debit	No Charge
4.	Vyaj Badla Account - For Book Closure		
	Vyaj Badla Account	Debit	No Charge
	Vyaj Badla Account	Credit	No Charge

Depository Participant Accounts

Sr. No.	Debit Account	Debit Charge per transaction w.e.f. 1 st December, 2006	Credit Account	Credit Charge per transaction w.e.f. 1 st January, 2006
1	CM Principal Account / CM Clearing Account / CM Unified Settlement Account	NIL	BO Account	NIL
2	CM Principal Account / CM Clearing Account / CM Unified Settlement Account	Refer 12.5.3	CM Principal Account / CM Clearing Account	NIL
3	BO Account	Refer 12.5.3	CM Principal Account / CM Clearing Account	NIL
4	BO Account	Refer 12.5.3	BO Account	NIL

12.5.3 Tariff for debit transactions

The following tariff structure (for debit transactions) would be effective from **April 01, 2009**.

Sr. No.	Debit Account	Rate per Debit Transaction (in Rs.)	Monthly Transaction Bill Amount (@Rs.6/- per transaction) (in Rs.)	Credit Account	Credit Charge per transaction w.e.f. 1 st January, 2006
1	BO Account / CM Principal Account /	Rs.6.00	Up to Rs.1 Lakh	BO Account / CM Principal Account / CM	NIL
2	CM Clearing Account / CM Unified Settlement Account	Rs.5.50	More than Rs.1 Lakh and up to Rs.4 Lakhs	Clearing Account / CM Unified Settlement Account	NIL
3	BO Account	Rs.5.00	More than Rs.4 Lakhs and up to Rs.15 Lakhs	CH Account	NIL
4		Rs.4.75	More than Rs.15 Lakhs		NIL

12.5.4 CM Investor Securities Account (CISA)

- A) As per the circular issued by SEBI, securities received in pay-out in the CM Pool / Clearing account but not transferred to the clients within 1 working day, shall be automatically transferred from the CM USA / CM Clearing Account to the CISA.

Such a transfer shall not attract any charges. However debit to CISA Account for delivery to BO Account / CM Principal Account / CM Clearing Account shall attract a charge of Rs.6.00 per transaction.

- B) A charge @ 0.008571% is levied on the balances in the CISA account on a daily basis.

This charge is based on SEBI directive and is calculated as under -

SEBI has stipulated a charge / penalty of 0.06 % per week on all the securities received in pay-out, but not transferred to the client within 1 working day. The securities received in pay-out in the CM Pool / Clearing account but not transferred to the clients within the stipulated time are automatically transferred from the CM USA / CM Clearing Accounts to the CISA Account. The charge stipulated by SEBI comes to 3.12% p.a. (i.e. $0.06 * 52$ weeks).

Therefore, on a daily basis, the charge works out to be 0.008571% (i.e. $3.12/365$ days).

The above transaction charges shall be applicable to ALL securities except for Commercial Paper, Certificate of Deposits and Government Securities.

12.5.5 Pledge fees

Sr no.	Transaction	Charge in Rs.	Payable by
1.	Pledge acceptance	12/- per request	Only Pledgor
2.	Unpledge acceptance	12/- per request	Only Pledgor
3.	Pledge Invocation acceptance	Nil	NA

12.5.6 Settlement fee

A flat settlement fee shall be levied to the CM accounts, irrespective of the value/volume of debit/credit transactions. The fees are as under:

Sr. No.	Account Type	Charge	Charge Rate per month
1.	CM Principal Account	Charge	Rs. 250
2.	CM Unified Settlement Account	Charge	Rs. 250
3.	CM Clearing Account	Charge	Rs. 500
4	CISA	No Charge	NIL

12.5.7 A) Monthly charges for DPs or its branches w.e.f. 1st May, 2006**▪ For Main DPs:**

Rs.3,000/- per month or the amount of the actual bill for a given month whichever is higher.

▪ For DP-Branches:

Rs.2,000/- per month or the amount of the actual bill for a given month whichever is higher.

12.5.8 Fee for reversal of erroneous transfer

Rs.100/- per request

12.5.9 Administrative charges for deactivation of Depository Participant's Terminal

Rs.25,000/-

12.5.10 Charges for re-installation of application software

Occasionally, due to certain problems in the hardware system or operating system, etc., CDSL engineers are required to re-install the CDSL application software. Re-installation could be required due to fault in hardware of the DP or due to malfunctions of their operating system or reasons attributable to fault / inappropriate use by users.

For all re-installations which are necessitated due to the above faults, CDSL shall levy charges as given below :

- 1) For all locations in Mumbai reachable by local train i.e. Virar, Kasara, Karjat, Khopoli and Panvel, a charge of Rs.2,000/- plus actuals will be levied.
- 2) For all upcountry centers, a charge of Rs.5,000/- plus actual travel, boarding and lodging expenses will be levied.

12.5.11 Charges for retrieval of old data

For retrieval of past data / reports as per the user requirement DPs will be charged Rs.5,000/- per request. If the data is required in a particular format, the DP will be charged Rs.5,000/- plus cost incurred by CDSL for software development required for computation of such data.

¹ Reference: Communiqué no. **CDSL/OPS/DP/1226** dated August 07, 2008