

PSE SECURITIES LIMITED

Date: 11th October, 2011

**To,
All Sub brokers of PSE Securities Limited**

Dear Sub brokers,

Sub: Modification of Client Codes (All Segments)

This is in continuation of our earlier Ftp circular dated 2/8/2011 regarding client code modification and NSE/BSE related thereto.

In the joint meeting held between SEBI and Exchanges, it was decided that the following clarifications be issued for client code modifications:

1. The Stock Exchanges will allow modifications of client codes only to rectify a genuine error in entry of client code at the time of placing/modifying the related order.
2. The following would constitute genuine errors with regard to client code modifications:
 - Error due to communication and/or punching or typing such that the original client code/name and the modified client code/name are similar to each other.
 - Modification within relatives ('Relative' for this purpose would mean "Relative" as defined under the Companies Act, 1956).
3. Each Sub broker has to open a separate UCC as Error A/c-Vanda A/c with PSE Securities Limited.
4. Shifting of any trade (institutional or non institutional) to the error account of the sub broker shall not be treated as modification of client code under SEBI circular dated July 5, 2011, provided the positions arising out of trades in error account are subsequently liquidated/closed out in the market and not shifted to some other client code.
5. with a view to minimize errors committed by the sub brokers, the Exchange will periodically review the trades flowing to the 'Error Account'.
6. As per SEBI circular dated July 5, 2011 and the Exchange circular dated July 29, 2011 on client code modifications, penalty will be levied on all client code modifications (including genuine errors) if it will not be transferred to Error A/c-Vanda A/c .

Sub brokers are required to take adequate precautions while placing the orders. For any clarifications, please contact Mrs. Archana Gorhe, CEO & Director on 020 24432762/9373311700 or Mrs. Kirti Pissal on 02024432760.

For PSE Securities Limited

**Dimple Khandelwal
Company Secretary & Compliance Officer**