



NON-DISCRETIONARY INVESTMENT ADVISORY SERVICE

DISCLOSURE DOCUMENT PORTFOLIO MANAGER

SEBI REGISTRATION NO. INP 000000654

Principal Officer:
Mr. Nilesh Shah
President (Corporate Banking)

Address:

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This Disclosure Document has been filed with the Securities and Exchange Board of India (SEBI) along with the certificate in the prescribed format in terms of Regulation 14 of the SEBI (Portfolio Managers) Regulations, 1993. The purpose of this Disclosure Document is to provide essential information about the Investment Advisory Service in a manner to assist and enable the clients in making an informed decision for engaging us as a Portfolio Manager. This Disclosure Document contains the necessary information about the Portfolio Manager required by a client before investing. The client is advised to retain this Disclosure Document for future reference. All the intermediaries involved in the Scheme are registered with SEBI as on the date of the Disclosure Document.

CONTENTS

• Disclaimer & Definitions	01
• History, Background & Business of the Portfolio Manager	02
• Promoters of the Bank & Board of Directors	03 -04
• Group Companies	07
• Penalties, Pending proceedings, other cases	08
• Service Offered	20
• General Risk Factors	21
• Fees & Expenses	23
• Taxation Implications & Benefits for Clients	23
• Accounting Policies	25
• Investor Services	26

I) DISCLAIMER

This document has been prepared in accordance with the Securities and Exchange Board of India (Portfolio Managers) Regulation 1993 and filed with Securities and Exchange Board of India. This document has neither been approved nor disapproved by the Securities and Exchange Board of India nor has the Securities and Exchange Board of India certified the accuracy or adequacy of the contents of the document. This document is for information purposes only and is subject to change without prior notice.

II) DEFINITIONS

- (a) **“Act”** means the Securities and Exchange Board of India Act, 1992.
- (b) **“Agreement”** means the Investment Advisory Form entered into between the Parties and shall include all modifications, alterations, additions or deletions thereto made in writing upon mutual consent of parties thereto.
- (c) **“Certificate”** means the Certificate of Registration issued to the Portfolio Manager by SEBI to enable the Portfolio Manager to offer the Investment Advisory Service under the Agreement.
- (d) **“Client”** means the person who pursuant to the Investment Advisory Form with the Portfolio Manager intends to avail of the Investment Advisory Service offered by the Portfolio Manager.
- (e) **“Compliance Officer”** means the officer of the Portfolio Manager coordinating with the regulatory authorities like SEBI, GOI, RBI etc. in various matters pertaining to the portfolio management and ensures that the Portfolio Manager complies with all rules, regulations and guidelines etc.
- (f) **“Depository”** means the Depository as defined in the Depositories Act, 1996 (22 of 1996) and mentioned in the Agreement.
- (g) **“Investor Service Centers” or “ISCs”** means the designated branches of Axis Bank Ltd. or such centers / offices as may be designated by the Portfolio Manager to be the Investor Service Centers or ISCs from time to time.
- (h) **“NAV” or “Net Asset Value”** means the net asset value of the Portfolio which is the sum of (a) the value of the Securities in Portfolio of the Client and (b) the cash balance to the credit of the Client less (c) amounts payable by the Client.
- (i) **“Non-Discretionary Investment Advisory Service”** means the offering wherein the Portfolio Manager who under the Agreement offers investment consultancy / management service and does not exercise any degree of discretion as to the investments or management of portfolio of securities of the funds of the Client and shall solely act on instructions given by the Client.
- (j) **“Party” or “Parties”** refers to the Client and/or the Portfolio Manager as the case may be or as the context may require.
- (k) **“Portfolio”** means the total holding of Securities belonging to the client.
- (l) **“Portfolio Manager”** means Axis Bank Limited acting through its personnel specifically designated for the Investment advisory service.
- (m) **“Person”** includes an individual, partnership firm, company (as defined under the Companies Act, 1956) a body corporate (as defined under the Companies Act, 1956), a co-operative society and any body or organization of individual or persons whether incorporated or not.
- (n) **“Principal Officer”** who is responsible for the activities of portfolio management and has been designated as the Principal Officer by the Portfolio Manager.
- (o) **“PM Regulations”** means the Securities and Exchange Board of India (Portfolio Manager) Regulations, 1993 as amended from time to time.
- (p) **“RBI”** means the Reserve Bank Of India established under the Reserve Bank of India Act, 1934 (2 of 1934).
- (q) **“Offering”** means the Investment Advisory Service offered by the Portfolio Manager under the Agreement.
- (r) **“SEBI”** means the Securities and Exchange Board of India established under the Securities and Exchange Board of India Act, 1992.

- (s) **“Securities”** means those as defined in sector 2(h) of the Securities Contract Regulation Act 1956.
- (t) **“Axis Bank Ltd.”** means Axis Bank Limited, a banking company incorporated and registered under the Companies Act, 1956 and having its registered office at ‘Trishul’, 3rd floor, Opposite Samartheshwar Temple, Law Garden, Ellis Bridge, Ahmedabad 380 006 Gujarat and its Corporate Office - Axis House, 3rd Floor, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai - 400 025. Such of those expressions as are used and not defined in the Agreement, but defined in the SEBI Act, 1992 or PM Regulations and PM Rules shall carry the same meanings herein as are assigned to them therein respectively. Words importing singular shall include the plural and all reference to masculine gender shall include the feminine gender and vice versa.

III. History, background and present Business of the Portfolio Manager

Axis Bank Ltd. began its operations on 2nd April 1994 as one of the first private sector banks established under guidelines issued in 1993 by RBI in line with the Government’s policy to reform India’s financial sector. The Bank’s entire initial equity capital of Rs.1 billion was contributed by Axis-I (previously United Trust of India). The Bank is incorporated under the Companies Act, 1956.

Subsequently, LIC contributed Rs. 75 million and GIC, together with four Government-owned general insurance companies, contributed Rs. 75 million. The Bank’s equity capital was subsequently increased from Rs. 1.15 billion to Rs. 1.32 billion through an initial public offering in September 1998. The Bank issued 15 million equity shares and Axis-I made a simultaneous offer for sale of 20 million equity shares. The Bank’s equity shares are listed on the NSE, the BSE and the ASE.

The Bank obtained its certificate of incorporation on 3rd December 1993 and its certificate of commencement of business on 14th December 1993. Its first branch was opened at Ahmedabad in April 1994. The Bank as of 31/09/2010 has 1103 branches (including extension counters), 4846 ATMs and with 676 centres located in metropolitan, urban, semi-urban and rural areas throughout India.

The Bank is a new generation Private Sector Scheduled Commercial Bank established under the Companies Act, 1956, engaged in Banking business under a License obtained from RBI received vide letter No. DBOD (AH) No. 2300/03.02.24A/93-94 dated 28th February 1994 in terms of Section 22 of the Banking Regulation Act, 1949.

The main business of the Bank as contained in the object clause of the memorandum and as approved by RBI is as under:-

1. To carry on the business of banking that is to say, accepting for the purpose of lending or investment deposits of money from the public, repayable on demand or otherwise, and without prejudice to the generality hereof, to carry on the business of:
 - (a) borrowing, raising or taking up of money;
 - (b) lending or advancing of money either upon or without security;
 - (c) drawing, making, accepting, discounting, buying, selling, collecting and dealing in bills of exchange, hundis, promissory notes, coupons, drafts, bills of lading, railway receipts, warrants, debentures, certificates, scripts and other instruments, and securities whether transferable or negotiable or not;
 - (d) granting and issuing of letter of credits, traveler’s cheques and circulars notes;
 - (e) buying, selling and dealing in bullions and specie; buying and selling on commission;
 - (f) underwriting and dealing in stocks, funds, shares, debentures, debenture stock, obligations, securities and investments of all kinds;
 - (g) purchasing and selling of Debentures, scripts or other forms of securities on behalf of itself, constituents or others;
 - (h) negotiating of loans and advances;
 - (i) receiving of all kinds of Debentures, scripts or valuable on deposits for safe custody or otherwise;
 - (j) providing of safe deposits vaults;
 - (k) collecting and transmitting of money and securities;

- (l) issuing credit cards, meal vouchers and extending any other credits and to carry on any other business specified in other forms of business which the Central Government may by notification in the official Gazette specify as a form of business in which it would be lawful for a banking company to engage;
 - (m) may or may not include income from the investments in securities advised under Investment Advisory Service.
2. To carry on the business of merchant banking, investment banking, portfolio investment management, and corporate consultants and advisors;
 3. To carry on the business of mutual fund, equipment leasing and hire purchase;
 4. To carry on the business of factoring by purchasing and selling debts receivables and claims, including invoice discounting and rendering bill collection, debt collection and other factoring services
 5. To carry on the business of distributing non-life insurance or life insurance products as a corporate agent, as per the provisions of applicable laws.

Apart from this the Bank is registered with SEBI and holds certificate for carrying out the following activities:

1. Merchant Banking (Category I Merchant Banker)
2. Debenture Trusteeship Business
3. Depository Participant (both NSDL and CDSL)
4. Bankers to an Issue
5. Trading and Clearing Member
6. Portfolio Managers
7. Underwriters

Given below is a brief summary of the financial performance of Axis Bank Limited for the last 4 years:

Year	Deposits	Total Advances	Total Investment	Gross Revenue	Net Profit	Paid up (Rs.Cr.)	Reserves	Dividend
2006-07	58785.60	36876.48	26897.16	5471.76	659.03	281.63	3111.60	45%
2007-08	87626.22	59661.14	33705.10	8800.80	1071.03	357.71	8410.79	60%
2008-09	117374.11	81556.77	46330.35	13732.36	1815.36	359.01	9854.58	100%
2009-10	141300.22	104343.12	55974.82	15583.80	2514.53	405.17	15639.27	120%

IV The Promoters of the Bank

1. Administrator of the Specified Undertaking of the Unit Trust of India(UTI-1)
2. Life Insurance Corporation of India
3. General Insurance Corporation and 4 PSU Insurance Cos. Viz. New India Assurance Company, National Insurance Company, Oriental Insurance Company and United India Insurance Company.

V Board of Directors of AXIS BANK LIMITED is composed as follows (as on 12/11/2010)

Name of the Director	Special Knowledge/Practical experience
J. R. Varma	Prof. J. R. Varma is a Cost Accountant and has a Post Graduate Diploma in Management from Indian Institute of Management, Ahmedabad. He is currently a professor in the Finance and Accounting area at IIM, Ahmedabad where he teaches courses in Capital Markets, International Financial Management and Corporate Finance. Prof. Varma was a full time member of SEBI for a year. Before that, he was a part-time member of SEBI for three years. Prof. Varma has carried out extensive research in the field of Indian Financial Market and Finance theory and published extensively in Indian and International Journals.
R. H. Patil	Shri R. H. Patil has done Masters in Economics and Ph.D. in International Economics. He is presently Chairman of Clearing Corporation of India Limited and National Securities Depository Limited. He was the founder Managing Director and CEO of the National Stock Exchange of India. He has also worked for 7 years in RBI and more than 18 years in IDBI.
Rama Bijapurkar	Rama Bijapurkar has an Honours Degree in Science and a Post Graduate Diploma in Management from the Indian Institute of Management, Ahmedabad. She is an Independent Management Consultant, specialising in market strategy and is a visiting faculty member at the Indian Institute of Management, Ahmedabad. She has 30 years of experience in market research and market strategy.
R B L Vaish	Shri R.B.L. Vaish is a graduate in Commerce and a Chartered Accountant. He is the former Executive Director (Finance & Accounts) of LIC of India. He has worked in various capacities with LIC for his entire career.
M. V. Subbiah	<p>Shri M. V. Subbiah is a Diploma holder in Industrial Administration. He is the former Chairman and present Advisor of the Murugappa Group.</p> <p>Shri Subbiah has been a recipient of 'JRD Tata Business Leadership' award in 2002 and the National HRD award in 1988. The Murugappa family has received the 'Distinguished Family Business' award 2001, from IMD Lausanne.</p> <p>Shri Subbiah having served as the member of EID Parry (I) Ltd.; one of the oldest sugar companies in India has gained a lot of exposure to the farming community as well as the Agricultural and Rural Economy.</p> <p>Has been a member of the "Committee on the Financial System" constituted on 25/12/1997 under the Chairmanship of Shri M. Narasimham.</p>
K. N. Prithviraj	Shri K. N. Prithviraj has done Masters in Economics. At present, he is the Administrator of the Specified Undertaking of the Unit Trust of India (SUUTI). He is former Chairman and Managing Director of Oriental Bank of Commerce and former Executive Director of United Bank of India.
Shikha Sharma Managing Director & CEO	<p>Smt. Shikha Sharma was Managing Director and CEO of ICICI Prudential Life Insurance Company Limited.</p> <p>Smt. Shikha Sharma has done her B.A. (Hons.) in Economics, and completed her Masters of Business Administration from the Indian Institute of Management, Ahmedabad in 1980. She has a Post Graduate Diploma in Software Technology, from the National Centre for Software Technology, Mumbai.</p>

	<p>Smt. Shikha Sharma has a career of 29 years with a wide exposure across the entire spectrum of financial services and has held several leadership positions across various market leading businesses. She started her career in 1980 at ICICI Ltd. in project finance. Later, she headed the Securities Trading and Research business and also worked at JP Morgan Singapore on derivatives servicing South East Asia.</p> <p>She set up the Structured Finance business and pioneered ICICI's retail entry into Personal Financial Services between 1997–2000. In 2000 she became the Managing Director & founder CEO of ICICI Prudential Life Insurance Company. Her ability to build high performing teams enabled the company to consistently retain its No 1 position in the highly competitive insurance landscape.</p>
Smt. Sharma	Smt. Sharma is respected as a business builder and for her understanding of the Indian financial services sector.
Adarsh Kishore Chairman	<p>Dr. Adarsh Kishore has been a member of the Indian Administrative Service from 1969 to 2006. He has done M.A. in Political Science and Ph.D. in Political Economy. He is a former Finance Secretary to the Government of India and former Executive Director, I. M. F., Washington D.C. representing Bangladesh, Bhutan, India and Sri Lanka. Dr. Adarsh Kishore has dealt with issues in rural economy, development and poverty as well as agriculture as District Collector and District Development Officer. for 8 years in rural districts of Rajasthan. He has also dealt with issues in Industries particularly for Small Scale Industry as Director, Industries and Special Secretary to Chief Minister of Rajasthan. He has also dealt with Heavy Industries and State Enterprises as Secretary to the Government of India. He has dealt with issues of National Economy viz; budget, expenditure, economic policy, and entire gamut of economics and finance as the Finance Secretary to the Government of India and the Special Secretary to the Chief Minister of Rajasthan earlier. Also, dealt with issues of economic growth, monetary and fiscal policies and international global economy and related issues as Executive Director at the International Monetary Fund, Washington D.C. representing Bhutan, Bangladesh, India and Sri Lanka.</p>
S. B. Mathur	<p>Shri S. B. Mathur is a Chartered Accountant by profession. He has also done ICWA (Part I & II), London.</p> <p>He was formerly Chairman of National Stock Exchange of India Limited (continues to be Director)</p> <p>He was also Chairman of Life Insurance Corporation of India at a time when the insurance sector was opening up. Prior to taking charge as the Chairman, he was Executive Director handling marketing and international operations. He has held various senior positions In LIC and attended various seminars at national and international forums.</p> <p>He was appointed by the Government of India as Administrator of the Specified Undertaking of the Unit Trust of India. (December, 2004 to November, 2007)</p> <p>He has been nominated on the Board of some reputed companies.</p>
V. R. Kaundinya	<p>Shri V. R. Kaundinya is a Graduate in Agriculture from AP Agricultural University, Hyderabad.. He also holds MBA degree with specialization in Agriculture from Indian Institute of Management, Ahmedabad.</p> <p>Shri Kaundinya has been working in the field of agriculture since 1979. The work included dealing with the farmers, scientists, policy makers, trade and others who are involved in agriculture in India and abroad.</p> <p>He has specifically worked in the areas of crop protection, seeds, other agronomic practices and farmers economics.</p>

	<p>He has worked extensively in the areas of productivity enhancement of the farmers and improvement of their profitability through the use of high quality inputs.</p> <p>He has worked on the development of Seed production areas, contract farming systems in the seed / crop production areas in India and abroad.</p> <p>He was involved in a project that was aimed at the elimination of child labour in cotton seed farmers fields in Andhra Pradesh.</p> <p>He was involved in detailed dialogue with the Indian Government and the Policy Makers in areas like the Regulatory Policy for agrochemicals and seeds.</p> <p>He was a member of the Dr. Swaminathan Committee to develop the Biotech Policy in India.</p> <p>He held various leadership positions in industry associations like the Indian Crop Protection Association, Association of Seed Industry and Crop Biotech Association.</p> <p>He has developed case studies and taught Agricultural Marketing and Rural Developments classes at IIM, Ahmedabad.</p>
<p>Shri M. S. Sundara Rajan</p>	<p>Shri M. S. Sundara Rajan is a Post Graduate in Economics from the University of Madras and an Associate Member of the Institute of Company Secretaries of India. He is a Certified Associate of Indian Institute of Bankers.</p> <p>He has recently superannuated as the Chairman and Managing Director of Indian Bank. He has about 38 years of Banking experience. His banking career started in 1972 as direct recruit officer in Union Bank of India,. He became General Manger in 2003 and was in charge of Mumbai Metropolitan zone covering 102 branches with an overall business of Rs. 33,000 crore. Shri Sundara Rajan was posted as an Executive Director of Indian Bank in April, 2006.</p> <p>Shri Sundara Rajan was a nominee of Union Bank of India on the Board of Dewan Housing Finance Corporation Ltd. for nearly two years. He was Director on the Boards of M/s. Indbank Merchant Banking Services Ltd., M/s. IndBank Housing Ltd., and M/s. Indfund Management Ltd. – all subsidiaries of Indian Bank. He was a Director in United India Insurance Company Ltd. and actively contributed in the board deliberations.</p>
<p>Shri S. K. Roongta</p>	<p>Shri S. K. Roongta is a B.E. (Hons), Electrical and has done P.G. Diploma in Foreign Trade (IFT). Shri Roongta started as Executive (Marketing) in 1972 with SAIL (erstwhile HSL). Over the period he held several vital positions with key focus on strategy, marketing and business development, including Regional Manager (Marketing), General Manager (Strategic Planning) and ED (Marketing). He was elevated to SAIL Board as Director (Commercial) in Feb, 2004.</p> <p>He held the position of Director (Personnel) – member on SAIL Board from August, 2005 to June, 2006</p> <p>During Jan-June, 2006, he also held additional charge as MD, Durgapur Steel Plat of SAIL.</p> <p>He was the Chairman of SAIL from August, 2006 till 31st May, 2010.</p> <p>He was selected as the first Chairman to head International Coal Ventures Limited (ICVL).</p> <p>He is the first SAIL Chairman to be a member of the Executive Committee of the</p>

	prestigious World Steel Association (WSA), Brussels.
Shri S. K. Chakrabarti Deputy Managing Director	Shri S. K. Chakrabarti is an Arts Graduate and a Certified Associate of the Indian Institute of Bankers. He has been in the Banking industry for 36 years, of which 21 years were with the State Bank group. He joined Axis Bank in 1994. He has worked in both Retail and Corporate Banking areas of the Bank across geographies in branches, zonal office and central office.
Shri Prasad R Menon	<p>Shri Prasad R. Menon is chemical engineer from the Indian Institute of Technology (Kharagpur). He has over 40 years of diverse experience in some of the premier multi-national and Indian companies in the chemical and power industry.</p> <p>In October 2000, Mr. Menon took over as the Managing Director of Tata Chemicals and led the company to become the largest inorganic chemicals company in India. In the next six years. He successfully completed the acquisition and integration of Bruner Mond (U.K.), Magadi Soda (Kenya) and IMACID (Morocco) resulting in Tata Chemicals becoming the second largest soda ash manufacturer in the world. In October 2006, Mr. Menon took over as the Managing Director of Tata Power, the largest integrated private power utility in India. He has championed sustainability as a key strategic initiative in the organization.</p> <p>Mr. Menon is on the Board of several major Tata Group companies, as well as on the Supervisory Board of Sanmar Group in Chennai. He is on the Steering Committee of Combat Climate Change, a group of 66 global companies committed to policy change and implementation of climate change initiatives. He is the first Chairperson of the Association of Power Producers, an association of Private Power Generating companies, the Chairperson of the Group Safety Committee and a member of other key Tata Group Committees, viz. Climate Change, Business Excellence, etc.</p>

VI Group Companies and their details –

S. No	Name of the subsidiary Company	Activities Handled
1.	Axis Securities and Sales Limited (earlier Axis Sales Limited – Name changed w.e.f. 5th April, 2010)	The Company is currently engaged in marketing and distribution of financial products of Axis Bank and is in process of undertaking the business of online retail broking.
2.	Axis Private Equity Limited	To manage investments for Venture Capital Funds/ Private Equity Funds
3.	Axis Asset Management Co. Ltd.	Investment Manager to Axis Mutual Fund and Portfolio Manager
4.	Axis Mutual Fund Trustee Limited	Trustee to Axis Mutual Fund
5.	Axis Trustee Services Limited	To act as trustees for mutual funds, offshore funds, pension funds, provident funds, venture capital funds, insurance funds, collective or private investment schemes, employee welfare or compensation schemes or any other schemes, bonds or debentures and as security trustees.

VII Penalties and Pending Proceedings, other cases

There are no Penalties/pending litigations by SEBI against the Bank. Other pending Proceedings against the Bank are as follows:

1) Major Cases :

1. Stiefel Und Schuh (I) Limited who were granted certain credit facilities filed a damage suit no. 345 of 1996 before the Calcutta High Court against the Bank allegedly for not extending need based support to the Company at the appropriate time for effecting their export transactions. The court passed an ad interim order for maintaining status quo with regard to the securities under the DPG with liberty to the Bank to take such action as is deemed appropriate under the law for recovery of its dues. Pursuant to such liberty being granted, the Bank filed an application under Section 19 of Recovery of Debts due to Banks and Financial Institution Act 1993 for recovery of its claims enforcement of securities and other reliefs. The case has been transferred from the High Court to DRT in November 2000. The damage suit filed by the Company against the Bank would be heard simultaneously with our main suit as a counter claim. The Company is under liquidation and matter is pending. In our view, the counter claim will be dismissed and we have to obtain a Recovery certificate and file with Official Liquidator.
2. Cuttack Gramya Bank has filed a suit for Rs. 10.81 Crores in DRT, Cuttack against our Bank and Home Trade Ltd. The background stems from the old Kolkata CM Division transactions of Home Trade Ltd. in the year 2002-03. In course of its usual activity of syndication of private placement of securities, the Bank's Kolkata office, on the basis of their telephonic request, provided advisory services to Cuttack Gramya Bank for purchase and sale of certain government securities. The act of syndication in this instant case was merely to advise Cuttack Gramya Bank about the availability of the securities sought for by them. In such cases it is the usual practice of the seller and the buyer to strike the deals themselves after doing the required due diligence. In these particular cases also the deals were struck between the buying counter party (Cuttack Gramya Bank) or the selling counter party (M/s Home Trade Ltd.) or vice-versa directly. The payments were made by Cuttack Gramya Bank to M/s Home Trade Ltd. directly or vice-versa. Our Bank's role in these transactions were very limited i.e. providing information to the purchasing counter party about availability of a particular security, its tenure, yield, delivery schedule etc. with the selling counter party. We had denied the claim and filed our reply. This case was however decided against the bank vide order-dated 25.4.2007. We have filed an appeal before DRAT Kolkatta and the appellate tribunal has granted stay on operation of the lower court's order and directed to deposit a sum of Rs 10.81 crores in DRT till the matter is disposed off. We have complied with the order and the appeal has been kept for hearing. We have a very good case, as we are not brokers.
3. M/s Uniworth Limited (UWL), Kolkata was enjoying various credit facilities extended by the Bank from time to time against which as security, inter alia, Late N R Lohia pledged his Fixed Deposit Receipts. Uniworth Limited was called upon by the Bank to regularize the account failing which it was proposed that the FDRs given by Late N R Lohia would be encashed and adjusted against the dues of UWL. The Bank accordingly encashed the FDRs and adjusted the amount of FDRs against the outstanding of UWL. Thereafter, an application was filed by the Bank for recovery of the remaining outstanding amount from UWL before the DRT, Kolkatta, which is still pending as the Company has been referred to BIFR. Mr. Lohia (since deceased and represented by the beneficiary) being aggrieved with the adjustment of the FDR amounts, filed a Writ petition in the Calcutta High Court challenging the action of the Bank's such adjustment. Recently the N R Lohia Trust had filed complaint against the Bank including Chairman with Magistrate court under section 156(3) of CrPC which has been quashed by the High court, Kolkata. The suit is pending. We have a good case on facts.
4. M/s. Bhatpara Naihati Co-op. Bank has filed a Money Suit No.45 of 2003 against Home Trade Ltd., Mr. Indranil Dey and our Bank before the Civil Judge (Sr. Div), Barasat, 24-Paraganas, Kolkata for recovering a sum of Rs. 4,57,46,478.45 from all the Defendants jointly and severally. We have filed our reply stating that our Bank is not involved either directly or indirectly in the said transactions. We have also filed a declaratory case against Bhatpara Naihati Co-operative Bank, Home Trade, Mr. Indranil Dey case before Kolkata High Court and it is pending. We have filed a petition to transfer the case to Kolkatta High Court. We have a good case.

5. The Federal Bank, Secunderabad Branch has filed recovery suit against our Bank for Rs.4, 11,00,572.82/-. The gist of the issue is that in the month of August 2009, our RAC Bangalore received e-mail from the Federal Bank asking RAC Bangalore to make the payment under a Letter of Credit purportedly issued by them. RAC Bangalore, however, has clarified that they did not issue any Letters of Credit and further more, RAC's are not empowered to issue any such Letter of Credit. RAC Bangalore has already filed a police complaint in this regard and the same is under investigation. Under the given facts and circumstances we are of the view that our Bank has a contestable case and is not liable for the alleged claim. The claim amount involved is Rs.4, 11,00,572.82/-.
6. M/s Srishti Videocorp Limited were sanctioned a guarantee limit of Rs. 4.20 crores in September 1996 for a period of 1 year against cash margin of 50%. The guarantee was favouring VSNL. As the Company did not perform some of its terms and conditions of the agreement with VSNL, the guarantee was invoked by VSNL for partial payment of Rs. 1.62 crores on 7th February 1997. The Bank paid the invoked amount to VSNL and asked for the original Bank Guarantee. VSNL took a stand that invocation was partial and hence did not return the Bank Guarantee. The Bank has maintained its stand time and again that the payment should be taken as full and final. These views were based on the legal opinion obtained by the Bank. VSNL subsequently filed a suit in the matter against our Bank and M/s Srishti Videocorp Limited; however, no interim relief was sought by VSNL. The Bank on the above mentioned ground has opposed the claim of VSNL filed with the court. The pleadings are completed and the evidence of both the parties has been filed. The matter is now posted for final arguments. We have a strong case.
7. One M/s Diamond Jubilee Co-op Bank (DJCB) had been enjoying overdraft facility against pledge of units of UTI. Our Bank had granted the said overdraft facility to DJCB. On 30.8.2002 our Bank received a letter from Clearing House, Surat advising the default of the DJCB and the suspension of the Bank (DJCB) from the Surat clearing house as it has not been able to meet its settlement obligations of Rs 1.17 crores on 29.8.2002 and Rs. 1.46 crores on 30.8.2002. Before taking any action our Bank vide its letter dated 30.8.2002 advised the DJCB to regularize the overdraft account by making good the outstanding amount. Our Bank had given reasonable time to DJCB for payment of dues but DJCB failed to make the payment. Therefore as per the agreement for pledge our Bank invoked the pledge agreement and sold the units. DJCB is disputing the sale. Bank has filed reply and in our view we have a contestable case and we have no liability.
8. One Mr. R K Sawhney, Proprietor of Surya Financial Services, Delhi has filed recovery suit claiming Rs 43.77 lacs from the Bank. Mr. Sawhney has alleged that he was approached by the Bank officials of RAC Delhi stating that a Housing loan availed by Mr. Gaurav Saxena has turned bad. Mr. Sawhney has further alleged that because of this the Bank officials requested him to make the payment towards the loan. Accordingly, Mr. Sawhney issued a cheque of Rs 3 lacs and later on issued a cheque of Rs 33,48,209/-. These amounts were credited in the loan account of Mr. Gaurav Saxena, the defaulter. The Bank has filed reply in the court denying the allegations. The very fact that the payment was made through a crossed account payee cheque clearly establishes that Mr. Sawhney was hand in glove with the absconding borrowers and has connections with them. Under the given facts and circumstances we are of the view that Bank has strong case and Bank is not liable for the alleged claim. We have filed our reply in the Court.
9. A Consumer case filed by Spec Computer, Hyderabad was decided against the Bank. The Bank preferred an appeal against the said order before National Commission, Delhi and the order issued by State Commission was stayed by the National Commission. As per the directions of the National Commission the Bank has deposited Rs 4.00 lacs with the National commission. The Bank has already got the stay on the Lower courts order. In the meantime, the respondent company had filed application for getting the stay vacated. The said application was dismissed. The appeal is pending. We have a strong case and we are contesting the same.
10. One M/s Pragati Engineering has filed petition before Tamil Nadu High court. The writ petition was filed by Pragati Engineering Company against the Tamil Nadu Electricity Board and our Bank claiming an amount of guarantee paid by our Bank after the same was invoked by the beneficiary. We are contesting the case as we have a good case.
11. SKN Industries filed the case for Rs. 10.87 Lacs in High Court, New Delhi against our Bank, Bharat Trading, Sandip Dabas and Trinity Securities Pvt. Ltd. The SKN Industries contented that a sum of Rs 7, 90,550 was fraudulently

withdrawn from the account of the company by their employee Sandip Dabbas by using a forged letter head and bearing the forged signature of the Chairman of the plaintiff company with a request that a pay order be made in the name of Bharat Trading and Trinity Securities Pvt. Ltd. Our Bank is contesting the matter. The matter has reached hearing stage and is pending for filing evidence by the plaintiff company. In our view, we have a contestable case and Bank is not liable for the alleged claim.

12. The Dena Bank filed a case claiming a sum of Rs. 10.82 lacs against Cosmi Trading, Gabon trading and our Bank. The case stems from the fact that one of our customers; M/s Gabon Trading Co. had lodged two cheques for Rs. 478941/- dt. 21.3.05 and Rs. 546185/- dt 22.3.05 drawn on Dena Bank for collection. As these were high value cheques and were presented in the normal course through service branch, Mumbai and were not returned by the drawee bank within the specified time. Therefore, in the normal course the customer was allowed to withdraw the funds. Later on Dena Bank returned the cheques in late clearing, which were returned with a reason of 'too late to return'. This action of our Bank in returning the cheques was clearly as per the clearinghouse rules and RBI guidelines. We are contesting the case and in our view, we have no liability as alleged.
13. A civil suit was filed in the District Court, Delhi by Shri Sarwan Mehta and his wife claiming a sum of Rs.10 lacs with interest alleging transfer of proceeds of FDR's in the loan account of different entity. The Mehta's originally held the FDR. They have alleged that the consent letter for transfer of FDR is a forged document. We have a very good case and we are contesting the same.
14. Gujarat Telephone Cable Limited has filed a case in Civil court Ahmedabad against SBI consortium alleging that since the consortium did not sanction/restructure their credit limit, the company suffered financial losses. The company made a claim of Rs.1002 crores against the consortium. Our share of total credit being Rs.11 crores. Prima facie this is a case filed by the Company to avoid repayment of Bank's dues and not at all tenable. The same is n ntainable and liable to be dismissed, 20202525 as the company's claim has not been substantiated by any concrete and documentary proof. We have filed our reply denying the claim of the Plaintiff. Our Bank is contesting the case.

II) OTHERS

A) Consumer Cases :

S. No	Claim Amt (Rs in lacs)	Consumer Forum	Complainant
1.	1111.58	At various places	528 Consumer cases filed before

B) Banking Ombudsman Cases :

S. No	Claim Amt (Rs in lacs)	Ombudsman office	Complainant
1.	96.19	At various places	193 Complaints before various Banking ombudsman offices.

C) Cases relating to Criminal Laws :

Sr. No.	Party	Branch
1	Mr. Sunil Chandik Patil	Kollapur
2	Mr. Mohammed Amir	Lucknow
3	Mr. Santosh Sharma	Pitampur
4	Mr. Shekhawat	Jaipur
5	Mr. Santosh Samuel	Udaipur
6	State Bank of India	Guwahati
7	Sate Bank of India	Latur
8	Mr. Ramlakhan	Luckow
9	Mr. Nilesh Pokar	Baner Road
10	Mr. Blay Mat Yadav	Bokaro
11	State Bank of India	Jorhat
12	M/s Unique Dehydrates Ltd	Bhavnagar
13	Mrs Padmaben Shah	Worli
14	Bellary Police	Bellary
15	State Bank of India	Nagaon
16	Mr. Kailashi	Agara
17	M/s Gorakhpur Construction	Jharsuguda
18	Mr. Baldev Singh	Rudrapur
19	Mr. Kalpesh Desai	Vapi
20	Mr. Akhileshwaar Singh	Bokaro
21	State Bank Of India	Nerual
22	Mr. N S Hoon	Kolkatta
23	Mrs. Manju Devi	Burrabazar
24	Mr. Anant Prakash Chaturvedi	Bilaspur
25	Mr. Ahsok Kumar	Bhahadurgarh
26	Mrs. Anshu Sinha	Jamshedpur
27	Mr. Sunil Kumar Sharma	Chowk Branch
28	Mr. Moti Lal	Kolkatta
29	Mr. Santoesh Choudhary	Satara
30	Mr. Gurmeet Bhatia	Derabassi
31	Mysore City Corporation	Mysore
32	Arihant Parakh	Siliguri

D) Cases involving Labour Laws:

Sr. No.	Party	Branch
1	Mr. Asthana	Kanpur
2	Mr. Amit Kumar	Jalandhar
3	Security Guard Board	Fort
4	Asst. Labour Commissioner	Manimajara, Chandigarh
5	Mr. S. Karthick & Mr. P. Stephen	Trichy
6	Mr. Sumant Godbole	Chaibasa
7	Asst. Labour Commissioner	Champa

1. A dismissed employee Mr. Asthana (Executive) had filed conciliating proceedings. The conciliation proceedings failed. The issue was referred to Labour court. Mr. Vikas Asthana has filed case against our Kanpur Branch in the Labour court. The Bank is contesting the case and filed reply.
2. One Mr. Amit Kumar has filed complaint before the Presiding officer, Labour court, Jalandhar in the month of October 2008 claiming backwages from the service provider M/s. Scientific security Management services Limited. The company terminated him from the services. Our Bank shall reply in the court clarifying that we have paid all the statutory dues to the Service provider and the Bank is not liable for any claim.
3. The security guard board for Greater Mumbai & Thane district has filed complaint against the Bank, the then Chairman and President (Law) in Magistrate court, Ballard pier, Mumbai. The Revision application filed in the Sessions court for quashing the complaint has been admitted wherein the proceeding of the Magistrate court is stayed. The Revision application is pending. We are contesting the same.
4. The Asst. Labour Commissioner (ALC) visited the office of Compliance Dept, Manimajara, Chandigarh and asked for registration certificate and compliance of other registers. Since the Compliance Dept. is attached to North Zonal Office and as the number of contract employee does not exceed 20, the ALC was informed accordingly. However, the ALC had filed a complaint before CJM. We have advised the officials to attend the court hearing. Also Bank has filed a representation before CLC, giving clarification and requesting to order withdrawal of complaint.
5. Two Ex-BDEs, Mr.S.Karthick and Mr.P.Stephen, have filed criminal case against the Bank (Trichy Branch). They have also filed complaint before Assistant Labour Commissioner. The case stems from the fact that the said employees remained absent from duty from 24.11.2008 and when asked to report, issued legal notice to the Bank. The Bank replied to the notice. However, no satisfactory reply was received by the Bank. We have also filed our reply before Assistant Labour Commissioner. The criminal case is pending.
6. A complaint has been filed before the Assistant Labour Commissioner, Chaibasa by Mr. Sumant Narayan Godbole (ex – staff). The case stems from the fact that the Bank had terminated the services of Shri Godbole for negligence while performing his duties as per staff rules. Shri Godbole has filed civil case, complaint before Assistant Labour Commissioner and a criminal case. We have filed our detailed reply in civil case denying the claims of Shri Godbole. Shri Godbole has withdrawn the civil case, however, the criminal case and case in ALC is still pending.

7. The State Labour Inspector has visited our Champa branch on 14/05/2009 and subsequently issued notice under section Minimum Wages Act 1948 to us along with the service provider M/s. Bundela Securities and M/s. SIS India ltd on 22/05/2009. As the notice was addressed to Service providers and was from state labour office, Branch had not replied the same. We understand that only central labour officer can visit our branches and issue the notice in labour matter. Now after one year and two months we have received notice from Labour court, Bilaspur ordering us to appear in court on 27/08/2010. We have advised the Branch to appoint the Advocate for handling the case and file reply on behalf of the Bank.

Law department views are based on the facts as provided by the concerned department / Branches. The chances of the court holding a different view cannot be ruled out. However even in such cases we have a right to appeal against any such decision / order of the court.

DETAILS OF CASES AS ON SEPTEMBER 30, 2010

Sr. No.	Nature of Cases	Total No. of Cases	Claim Amount (in lacs)
1.	Civil Cases	168	215563.65
2.	Criminal Cases	32	N.A.
3.	Consumer Case.s	528	1111.58
4.	Banking Ombudsman Cases	193	96.19
5.	Labour Cases	7	N.A.

Sr. No.	Nature of Cases	Number of cases as on 30.06.10	Number of cases added during 01.07.10-30.09.10	Number of cases closed during 01.07.10-30.09.10	Number of cases as on 30.09.10
1.	Civil Cases (Involving monetary claim)	90	7	1	96
2.	Civil Cases (No money claim)	57	12	Nil	69
3.	Civil Cases (Derivative Cases filed by the Borrower)	2	1	Nil	3
4.	Criminal Cases	31	1	Nil	32
5.	Consumer Cases	485	45	2	528
6.	Banking Ombudsman Cases	182	12	1	193
7.	Labour Cases	6	1	Nil	7

CASES FILED BY THE BANK

Major Cases Involving Claim against Bank not acknowledged as Debts (more than 10 lakh+ claim)

Sr. No.	Name of the Client	Suit Amt. in lacs	Branch
1	Anita Agarwal, Bund Garden	10.25	Bund garden
2	Ava Entreprises	10.65	Behala
3	Rajvinder Singh	11.13	Chandigarh
4	Subrata Deb	11.96	RAC Kolkata
5	Gurdeep Singh	12.08	Chandigarh
6	Tejpal Singh	12.39	Mohali
7	Sutapa Mukherjee	12.54	Bilaspur
8	Tarlochan Singh	12.67	Chandigarh
9	Prakash Tractors	12.83	Lucknow
10	Benze Marketing	13.44	Kilpauk
11	Calypso Bengal Foods Pvt Ltd	13.50	Kolkatta
12	Hitech Ceramics	14.05	Erode
13	B Rajendraprasad, Hyderabad	14.60	Hyderabad
14	Jagtar Singh	15.41	Chandigarh
15	Discovery Motors	15.78	Nabapally
16	M Radhakrishna, Hyderabad	16.47	Hyderabad
17	Kusuma Rao, Hyderabad	16.70	Hyderabad
18	JVS Murty, Jubilee Hill	17.23	Jubilee Hills
19	Amar Tractors	18.67	Kanpur
20	Dnyaneshwar Kondibhau	19.12	Bund garden
21	Mrs. Jayanti Baidya	19.20	Behala
22	Mondal Fertilisers	19.27	Behala
23	Raghubir Hospitals	20.36	New Delhi
24	Mark India	21.85	Mumbai
25	Balasaheb Madhavrao	22.53	Bund garden
26	Accell Apparels	23.78	Dalhousie
27	M.K. Mitra, Kolkatta	25.00	Kolkatta
28	A R Associates	25.15	Udaipur
29	M/s Tara Singh Atma Singh	25.96	Faridkot
30	Mushraf	26.69	Dehradun
31	Sheja Cotton Industries	27.65	Basaveshwarnagar
32	Om Graphics	28.02	R T Nagr Bangalore

33	Mr. Anil Goenka, Kolkata	28.03	Kolkatta
34	Vedgarba Medical Store	29.01	Kolkatta
35	Sunil Patil, Kolhapur (Pune)	29.65	Kolhapur
36	Penta Media Graphics, Chennai	29.96	Chennai
37	Dilip Barve	34.42	Bund garden
38	Agnee Agro Biotech	34.67	Midnapur
39	Verman Carrying Corp, Chennai	36.00	Chennai
40	Ammireddy Agency	36.30	Kakinada
41	Oriental Civil Engg. Kolkata	38.41	Kolkatta
42	Rituparna Exim Pvt Ltd.	39.80	Yelahanka
43	Poorani Poultry, Karur	43.69	Karur
44	National Fruits, Kankurgachi	44.56	Kankurgachi
45	Rahul Prakash & others	53.27	Rudrapur
46	Modern Coal & Co.	53.33	Kolkatta
47	Liyakat Hussain Trading	54.40	Kurnool
48	Subhransu Jena	55.39	Cuttack
49	Iqbal Batteries, Madhyamarg	59.00	Chandigarh
50	Durgapur Bio Garden	59.35	Durgapur
51	Bhanu Oil & Dal Mill Ltd.	63.62	Satna
52	S. S Cotton	64.20	Guntur
53	Poorni Feeds	73.04	Karur
54	M/s Sree Sai Manohar Agro	73.52	Nellore
55	Nitva Impex Pvt Ltd., Kolkatta	78.94	Kolkatta
56	Sukhprava Electronics	93.79	Kankurgachi
57	Dhanlaxmi Traders	94.34	Nizamabad
58	Vaishnodevi Entreprises	102.92	Rourkela
59	Honex Textiles	103.42	New Delhi
60	Jayesh Mavani	103.78	Bhavnagar
61	Bijay Plastice Centre	104.28	Howrah
62	South Bengal Fisheries	108.65	Kankurgachi
63	Bharat Sevak Sangh, Kottayam	108.74	Kottayam
64	Sekar SS (Retail)	114.61	Chennai
65	Sekar SS Annanagar	116.42	Chennai
66	Bhupendra Industries Ltd., Fort	118.02	Mumbai

67	Sree Vellamal Traders	119.23	Trichy
68	Data Infosys, Jaipur (DRT Mumbai)	122.14	Mumbai
69	Rangee Apparel, Hyderabad	122.59	Hyderabad
70	Esvee Express, Jayanagar	123.00	Jayanagar
71	Kausan, Chennai	127.88	Chennai
72	Dnyaneshwar Bhoir	128.97	Bund garden
73	Dena Bank, Kochi	135.15	Kochi
74	Mr Suresh T	135.36	Kochi
75	Mavish Tech	136.23	Chennai
76	M/s Sterlite components, Fort Branch	136.73	Mumbai
77	Dhar Timber Merchants, Kankurgachi	139.29	Kankurgachi
78	Pyramid Saimaria Theatre	143.30	Chennai
79	Baban Dattatray	160.19	Bund garden
80	Audio Visual Arts Ltd, Kolkatta	177.00	Kolkatta
81	Deepak Saraf, RAC Mumbai	179.51	Mumbai
82	Sekar SS	179.89	Chennai
83	D K Engineering	180.90	Ahmedabad
84	Pavan Vitthal	183.63	Bund garden
85	Golden Dairy & Livestock, Durgapur	201.00	Durgapur
86	Swapnil Automobile, Kolahpur (Pune)	202.52	Kolhapur
87	Deluxe Bottles, Coimbatore Branch	218.00	Coimbatore
88	M/s EM GEE Samy Farm	236.80	Erode
89	Derby Textile, Fort Branch	240.34	Jaipur
90	M/s Leathertech, Garia Branch	242.14	Garia
91	Bachharaj Pannalal	243.22	Dalhousie
92	M.B. Caps Ltd, Kolkatta	249.47	Kolkatta
93	M/s Sulochana Cotton Spinning Mills	255.95	Mumbai
94	Diamond Oil Industries, A'bad	259.00	Mumbai
95	Sameera Ahmed Mustafa & others	280.35	Kochi
96	Aarpeejay Constructions Kolkatta	322.00	Kolkatta
97	Aarpeejay Properties, Kolkatta	322.00	Kolkatta
98	Sunderban Seafood P Ltd (3 cases)	323.00	Kolkatta
99	Calzadas Chevfraus Pasha, Chennai	336.40	Chennai
100	Beechins Creations, Mumbai	383.37	Mumbai

101	Pertech Computers, Delhi	410.53	Delhi
102	Sotai Tea Co.	413.28	Kolkatta
103	Stiefel Undh Schuh (I) Ltd, Kolkatta	459.12	Kolkatta
104	Sree exports Ltd, Kolkatta	522.86	Kolkatta
105	R S Breeding, Karur Branch	557.67	Karur
106	Atlantic spinning and weaving Mills	663.00	Fort
107	Calzadas Chevraus International, Chennai	697.19	Chennai
108	CFL Capital Financial Services	717.94	Fort
109	GP Asia Pvt Ltd, Chennai	724.34	Chennai
110	Fidelity Industries Ltd, Chennai	733.32	Chennai
111	Rukmini Export, Chennai	789.58	Chennai
112	Dena Bank, Mumbai (3 cases) O.A. No 141/02 143/02	794.84	Mumbai
113	Chevro Fashions, Chennai	905.52	Chennai
114	Atcom Technology, Fort	995.90	Mumbai
115	NEPC Agro foods, Chennai	1133.36	Chennai
117	Uniworth limited, Kolkatta	1200.00	Kolkatta
118	Bhukhanwala Tools, Fort	1261.11	Mumbai
119	Palm Pharmaceuticals, Delhi	1275.00	Delhi
120	M/s Nahar Industries Limited	1307.59	Mumbai
121	Kashyap Technology, chennai	1524.72	Chennai
122	Gujrat Telephone Cables Ltd, A'bad	1533.00	Ahmedabad
123	M/s Elite International	1626.96	Mumbai
124	Parasrampuria Synthetics, Delhi	2053.00	Delhi
125	M/s Karat 24	2560.00	Hyderabad
126	Beautiful Diamond (Splendour gems)	2572.59	Mumbai
127	Anish Metals, Fort Branch	2915.80	Mumbai
128	Pentasoft Technology, Chennai	2953.21	Chennai
129	Mardia Chemicals Ltd. A'bad	3371.09	Ahmedabad
130	Progressive constructions	3424.37	Hyderabad
131	Rajshree Sugars and Chemicals Ltd.	4027.91	Mumbai
132	Maytas Properties	4048.09	Hyderabad
133	NALINI SANTOSH IYER	12.88	RAC Mumbai
134	SUNIL ARJUN WAGHMARE	10.77	RAC Mumbai
135	WILBERT ROBERT DMELLO	12.87	RAC Mumbai

136	DEEPAK JIVANLAL SHETH	11.34	RAC Mumbai
137	RAMESH MENGHRAJ JETWANI	11.16	RAC Mumbai
138	VIJAYKUMAR RANMAL SHAH	11.85	RAC Mumbai
139	L BASKARAN	11.46	RAC Mumbai
140	SUDHAKAR G. BASOLE	12.07	RAC Mumbai
141	CHITRA SUDHIR MOHANDAS.	11.07	RAC Mumbai
142	DR. SHWETANK H. JAIN	13.65	RAC Mumbai
143	AFTAB SAIFUDDIN BANDUKWALA	11.06	RAC Mumbai
144	MAHENDRA VRAJLAL SHETH	11.06	RAC Mumbai
145	Sanjay Parekh	110	RAC Mumbai
146	Divyansh	64.51	EZO
147	Aman Traders	98.37	EZO
148	Vega's Mobile Phone shoppee	92.62	CMC Hyderabad
149	Usher Technologies Pvt Ltd.,	226.16	CMC Hyderabad
150	Sree padmavathi Agencies	80.53	CMC Hyderabad
151	A.P.Dalit Bahujan(Ankuram)	200.57	CMC Hyderabad
152	Maytas Constructions pvt Ltd	237.45	CMC Hyderabad
153	Cool Well High Tech Cold Storage Pvt Ltd	571.7	CMC Hyderabad
154	Krushni	490.19	CMC Hyderabad
155	Rajanna	23.46	ABC Banglore
156	Sainath	31.75	ABC Banglore
157	C.K.Gopi	19.45	ABC Banglore
158	B Sainath	20.12	ABC Banglore
159	Ashwathnarayana	37.19	ABC Banglore
160	Nagaraja Gowda	10.76	ABC Banglore
161	Muneppe	10.9	ABC Banglore
162	Narayanaswamy	17.23	ABC Banglore
163	A.V.Suresh Babu	65.61	ABC Banglore
164	Rajendragouda	21.81	ABC Banglore
165	Sree Padmavathi enterprises	50.16	ABC Banglore
166	BALRAJ SINGH S/O BUTA SINGH	15.43	ABC Ludhiana
167	Mr. Jay Roy	33.7	Kolkatta
168	M/s Jai Jaganath Traders	89.01	Kolkatta
169	M/s Patron Construiton	93.22	kolkatta

170	Exceelant Footware	116.79	Kolkatta
171	Prachin Commercila	127.79	Klolkkata
172	Shreeag Petro Gas Corporation	284.7	CMC Bangalore
173	Calypsl Food	643.31	cmc Bangalore
174	Adhija Techno Craft	1857.38	cmc Hyderabad
175	LESTER JASON DEMELLO	11.31	RAC Goa
176	SHYAM SUNDER PASRICHA	12.99	RAC Delhi
177	VINOD KUMAR VATS	12.09	RAC Delhi
178	RAJIV JAIN	15.55	RAC Delhi
179	SURESH AGGARWAL	15.6	RAC Delhi
180	SURINDER KAUR	11.6	RAC Delhi
181	SUSHILA SAXENA	13.46	RAC Delhi
182	VISHAL KUMAR OHARI	12.86	RAC Delhi
183	DHARMENDER SINGH GADHOK	11.56	RAC Delhi
184	MANU KUMAR AGGARWAL	13.27	RAC Delhi
185	MOHIT JASWAL	12.18	RAC Delhi
186	VINOD KALIA	13.3	RAC Delhi
187	RAJA VOHRA	13.94	RAC Delhi
188	VARUN SRIVASTAVA	10.86	RAC Delhi
189	LALIT RANCHAN	11.05	RAC Delhi
190	INDU SRIVASTAVA	10.9	RAC Delhi
191	SAMEER CHONA	19.55	RAC Delhi
192	SATISH KUMAR SATIJA	14.02	RAC Delhi
193	ASHOK SHARMA	11.59	RAC Delhi
194	R RAJU	10.98	RAC Delhi
195	AJAY MALIK	11.88	RAC Delhi
196	Begawala Trading Pvt. Ltd	63.72	ZRC Mumbai
197	Kalyanrao Nathaso Bandgar	29.79	Baramati
198	Vilasrao Madhavrao Gaikwad	16.58	Baramati

Note: Apart from above, in the ordinary course, the bank has filed recovery cases including section 138 cases, before various Courts against defaulters. Wherever fraud has been played upon bank. Criminal cases have been filed.

VIII. Services Offered

(A) Non-Discretionary Investment Advisory Service (NDIAS)

Under this service, the Portfolio Manager will provide the client a comprehensive advisory package designed to help the client in his investment decisions. Under, this service, the client will handle his funds and take his/her own decisions based on the Portfolio Manager's research reports and proposals. Such research reports will provide independent recommendations, corporate details and reasons to invest in equity, debt and mutual funds.

Moreover, the Portfolio Manager's investment professionals will help the client to reconstruct his/her portfolio as per his/her investment objectives.

The following are the characteristics of the scheme:

- Investment decision – The Client will have total discretion to handle his/her portfolio
- Size of portfolio – The Client shall commence with a minimum corpus of Rs. 50,00,000 (Rupees Fifty lacs) (*Portfolio shall consist of Advisory Saving Balances, investments in Mutual Funds, Direct Equity)
- Tenure of the service – Minimum duration of one year (the agreement will be rolled over unless the client informs otherwise)
- Bank and Demat account – the portfolio manager will help the client to open a bank account and a demat account in the client's name. The client's share broking account will be activated simultaneously.
- The portfolio manager will act only on the Investor's instructions
- The portfolio manager will also monitor the portfolio and make suggestions regards investments.

(B) Advisory Services

The Portfolio Manager can advise the clients on:

- Reconstruction the existing portfolio
- New investments opportunities

(C) Support Services

- The portfolio manager would make suitable arrangements for the client to take care of their banking and custody needs.
- The portfolio manager also offers administrative and other complementary services arising out of and/or incidental to investments made under scheme.

(D) Investment Objectives

The primary objectives of the offering are to generate returns and capital appreciation over a period of time from portfolio of securities. Depending on the risk profile of the client, the portfolio manager will recommend the investment pattern to be adopted by the client. However, since this is a non-discretionary service, the final decision on the investment will be entirely that of the client.

The investment pattern as advised by the Portfolio Manager is recommendatory in nature and the acceptance of the same is not obligatory on the client. The client has to judge the same based on various other factors, which includes but are not limited to risks, returns (not guaranteed), personal objectives etc. on which the Portfolio Manager has no discretion or control.

(E) Investment Pattern

Consistent with the objective of the offering and subject to regulations, the portfolio manager will recommend the client to make investment in any of the securities as defined hereinabove.

The securities could be listed, unlisted, privately placed, secured, unsecured, rated or unrated and of any maturity. The securities may be acquired through initial public offerings (IPO's), secondary market operations, private placements, rights offers or negotiated deals and invest in derivatives, including transactions for the purpose of hedging and portfolio rebalancing,, through a recognized stock exchange.

Subject to regulation, the asset allocation pattern may change from time to time, keeping in view market conditions, opportunities and political & economic factors. It must be clearly understood that the investment patterns are only indicative and not absolute and that they can vary substantially depending upon the perception of the portfolio manager, the intention being at all time to seek to protect the interests of the client. Such changes in the investment pattern will be short terms and defensive considerations.

IX. General Risk Factors

1. Investments in securities are subject to market risks and portfolio manager will not in any manner whatsoever assure or guarantee that the objectives of the scheme will be achieved.
2. The portfolio manager will not be responsible or liable for any loss resulting from the operation of the scheme.
3. The Portfolio may be affected by settlement periods and transfer procedures.
4. The trading volumes in the Securities of companies in which the Scheme invests inherently restrict the liquidity of the Scheme's investments.
5. Clients under the scheme are not being offered any guaranteed/assured returns.
6. The Non-Discretionary Investment Advisory Service is subject to risk arising from the investment objective, investment strategy and asset allocation.
7. Non-Discretionary Investment Advisory Service is subject to risk arising out of non-diversification.
8. The value of the Portfolio may increase or decrease depending upon various market forces affecting the capital markets such as de-listing of Securities, market closure, relatively small number of scripts accounting for a large proportion of trading volume. Consequently, the Portfolio Manager makes no assurance of any guaranteed returns on the Portfolio.
9. Past performance of the Portfolio Manager does not guarantee the future performance of the same.
10. The Client stands a risk of loss due to lack of adequate external systems for transferring, pricing, accounting and safekeeping or record keeping of securities. Transfer risk may arise due to the process involved in registering the shares physical and demat, in the Portfolio Manager's name, while price risk may arise on account of availability of share price from stock exchanges during the day and at the close of the day.
11. **Equity and Equity related Risks:** Equity instruments carry both company specific and market risks and hence no assurance of returns can be made for these investments.
12. **Macro-economic risks:** Overall economic slowdown, unanticipated corporate performance, environmental or political problems, changes to government policies and regulations with regard to industry and exports may have direct or indirect impact on the investments, and consequently the growth of the Portfolio.
13. **Liquidity Risks:** Liquidity of investments in equity related securities are often restricted by factors such as trading volumes, settlement periods and transfer procedures. If a particular Security does not have a market at the time of sale, then the Scheme may have to bear an impact depending on its exposure to that particular security. While Securities that are listed on a stock exchange generally carry a lower liquidity risk, the ability to sell these investments is limited by overall trading volume on the stock exchange. Money market Securities, while fairly liquid, lack a well-developed secondary market, which may restrict the selling ability of such Securities thereby resulting in a loss to the Portfolio until such Securities are finally sold.
14. **Credit Risk:** Debt Securities are subject to the risk of the issuer's inability to meet the principal and interest payment on the obligations and may also be subject to the price volatility due to such factors as interest sensitivity, market perception, or the credit worthiness of the issuer and general market risk.

15. **Interest Rate Risk:** Clients intending to avail securities linked to interest are aware that such securities is associated with movements in interest rate, which depend on various factors such as government borrowing, inflation, economic performance etc. The value of investment will appreciate/depreciate if the interest rates fall/rise. Fixed income investments are subject to the risk of interest rate fluctuations, which may accordingly increase or decrease the rate of return thereon.
16. Acts of state, or sovereign action, acts of nature, acts of war, civil disturbance.
17. The Client stands the risk of total loss of value of an asset, which forms parts of the Portfolio. The Client also bears the risk of its recover through legal process, which could be expensive. Some of the risks by way of illustration include default or non performance of a third party, company's refusal to register a Security due to legal stay or otherwise or disputes raised by third parties.
18. **Derivative risks:** The derivatives will entail a counter party risk to the extent of amount that can become due from the party. The cost of the hedge can be higher than adverse impact of market movements. An exposure to derivatives can also limit the profits from a genuine investment transaction. Efficiency of a derivatives market depends on the developments of a liquid and efficient market for underlying securities and also on the suitable and acceptable benchmarks.
19. **Non-Diversification risk:** This risk arises when the Portfolio is not sufficiently diversified by investing in a wide variety of instruments.
20. **Mutual Fund Risk:** This risk arises from investing in units of mutual funds. Risk factors inherent to equities and debt securities are also applicable to investments in mutual fund units. In addition, events like change in name of the Fund Manager of the Scheme, take over and mergers of mutual funds, foreclosure of Schemes or plans, change in government policies could affect performance of the investment in mutual fund units.
21. **Price/Volatility Risk:** Equity Markets can show large fluctuations in price, even in short periods of time. Investors should be aware of this and only invest in equity or equity related products if their investment horizon is long enough to support these important price movements.
22. **General Risk Factors – Disclaimer:** This investment pattern as advised by the Portfolio manager should not be construed as an offer or recommendation or solicitation of any offer to buy or sell or hold any security or other financial instruments. The material/information contained herein is not to be construed as tax, investment professional or legal advice. In the event that a client seeks to invest its funds on the basis of the advice of the Portfolio Manager, the client must do so at its sole risk and must consult with his/her own legal, business, professional and tax advisors to determine the appropriateness and the consequences of such an investment and arrive at an independent evaluation of the same. Axis Bank Ltd. shall not, in any manner, be liable for the consequences arising out of such investment made by the client. The Client assumes the entire risk of any use made of the statement/material/information enclosed/provided herein. Axis Bank Ltd. And its Employees/Agents are not in any way representing as to having any interest therein and to the truth, and/or completeness, and/or accuracy of any information contained herein/attached here with and the same is subject to change without notice or intimation and is intended only for the person or entity to which it is addressed to and may contain confidential and/or privileged material and is not for any type of circulation. It may not (directly or indirectly) be reproduced, further distributed to any person or published, in whole or in part, for any purpose whatsoever. The investment patterns as advised may not be suitable for all investors. Clients/Investors churning their portfolio based on this Portfolio Manager advice shall be doing so entirely at his/her risk and Axis Bank Ltd and its Employees/Agents shall not be liable for the same.

X. Fees and Expenses

The proposed fees payable by the client shall be structured as per the following limits:

Account opening :	At present no fee, no minimum balance requirements are proposed
Equity charges	Maximum of 0.75% of the Value of the transaction, inclusive of brokerage, excluding service tax
Portfolio advisory charges	Maximum of 1.5 % per annum of the net asset value of the Direct Equity Portfolio, payable quarterly
Stamp duty and service charges	At Actuals
Demat charges	Applicable as per Axis Bank's schedule of charges
Service charges	As applicable from time to time for the service provided

Other costs, which shall be debited to client's account, include, but are not restricted to Bank charges, Transfer stamp charges, Custodian fees, Brokerage, Insurance premiums, legal fees, Audit fees, long distant telephone calls, long distance fax charges, and depository charges. These costs would also include out of pocket expenses incurred directly in the respect of the client's business by the custodian or the portfolio manager.

XI. Taxation Implications and Benefits for Clients

It may be noted that the information given hereinafter is only for general information purposes and is based on the advice received by the Portfolio Manager regarding the law and practice currently in force in India and the Investors should be aware that the relevant fiscal rules or their interpretation may change or it may not be acceptable to the tax authorities. As is the case with any interpretation of any law, there can be no assurance that the tax position or the proposed tax position prevailing at the time of an investment in the Scheme/option will be accepted by the tax authorities or will continue to be accepted by them indefinitely.

Further statements with regard to tax benefits mentioned herein below are mere expressions of opinion and are not representations of the Portfolio Manager to induce any investor to invest whether directly from the Portfolio Manager or indirectly from any other persons by the secondary market operations. In view of the above, and since the individual nature of tax consequence may differ in each case on its merit and facts, each Investor is advised to consult his/her or its own professional tax advisor with respect to the specific tax implications arising out of its participation in the NDIAS Scheme/option, as an investor.

In view of the above, it is advised that the investors appropriately consult their investment/tax advisors in this regard –

(a) General

In view of the individual nature of tax consequences, each client is advised to consult his or her tax advisor with respect to the specific consequences to him/her of participation in any the schemes. The following provisions are as per the existing Income Tax Act, 1961 ("the Act").

The Portfolio Manager shall not be responsible for assisting in or completing the fulfillment of the clients' tax obligations.

(b) Tax deduction at source

If any tax is required to be withheld on account of any present or future legislation, the Portfolio Manager will be obliged to act in accordance with the regulatory requirement in this regard.

(c) Advance tax installment obligations

It will be the responsibility of the Client to meet the advance tax obligation installments payable on the due dates under the income tax Act, 1961.

Interest on Securities

Income by way of interest on securities at the slab rates applicable to the assessee under the head "Income from other sources"

Long-term Capital Gains

On Equity shares and unit of Equity Funds: Section 10(38) of the Income Tax Act grants exemption to any income arising from the transfer of a long term capital asset, being equity shares in a company or units of an equity oriented fund provided the transaction giving rise to the capital gains, attracts Securities Transaction Tax (STT).

For this purpose "equity oriented fund" means where the funds are invested by the Mutual Fund in equity shares in domestic companies to the extent of more than fifty percent of the total proceeds of such fund set up under a scheme of a Mutual Fund specified under clause (23D) of Section 10 of the Act.

On long-term capital gains (other than long-term capital gains exempted by Sec 10(38) of the Act discussed elsewhere in this document) in respect of:

- security listed in any recognized stock exchange in India : or
- unit of Axis or a Mutual Fund (whether listed in a recognized stock exchange or not).

Short term Capital Gain

Under Sec. 111A of the Income Tax Act, where the total income of an assessee includes any income chargeable under the head: Capital Gains" arising from the transfer of a short-term capital asset, being an equity share in a company or a unit of an equity oriented fund.

Such transaction is chargeable to securities transaction tax under that chapter, the tax payable by the assessee on such short-term capital gains is at the rate of ten percent..

On short-term capital assets other than equity shares in accompany or units of equity oriented funds. Such short-term capital gains will be added to the total income of the assessee and taxed at the applicable slab rates specified by the Act.

Surcharge and education cess would be applicable as mentioned above.

Securities Transaction Tax

The Securities Transaction Tax (STT) payable will be as follows:

Nature of Transaction	Rate of STT w.r.t. 1st June, 2006	"Value" on which TT payable	STT payable by
Delivery based transaction in equity shares or units of equity oriented fund, entered into in a recognized stock exchange	0.125%	Price at which shares/ units are purchased/sold	In case of - Purchase by purchaser- Sale by Seller
Sale of unit of an equity oriented fund to the mutual fund	0.25%	Price at which units are sold	Seller
Non-delivery based transaction in equity shares or units of 'equity oriented fund', entered into in a recognized stock exchange	0.025%	Price at which shares/ units are sold	Seller
Sale of derivatives (futures and options), entered into in a recognized stock exchange (w.e.f. 1-6-2008)	-	-	
(a) In case of sale of an option in securities	0.017%	option premium	Seller
(b) In case of sale of an option in securities where option is exercised	0.125%	settlement price of the option	Purchaser
(c) Sale of a futures in securities	0.017%	price at which future is traded	Seller

Disclaimer: The above is only a summary; the Client should take proper advice on the above matters through a qualified Chartered Accountant/Tax Practitioner."

XII Accounting Policies

The offering envisages Non-Discretionary Investment Advisory Service and hence, the portfolio transaction per se will not be reflected in the books of the portfolio manager. However, the fee-based income of the portfolio manager will be accounted based on the guidelines issued from time to time by Reserve Bank of India/Securities Exchange Board of India/Institute of Chartered Accountants of India.

The above is only a summary the client should take proper advise on the above matters through a qualified chartered accounts/Tax Practitioners.

XIII Investor Services

Name of the Investor Relations Officer:

Mr. Sandeep Roy Choudhury

Axis Bank Ltd., Retail Banking Division, 3rd floor, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai - 400 025.

Tel: 022-24254325

Grievance Redressal and dispute settlement mechanism

The Portfolio Manager has constituted a Non-Discretionary Investment Advisory Service Grievance Redressal Cell (NDIASGRC).

All correspondence in this regard shall be addressed to:

NDIAS Grievance Redressal Cell:

Axis Bank Ltd, Corporate Office, 3rd Floor - Retail Banking, Bombay Dyeing Mills Compound, Pandurang Budhkar Marg, Worli, Mumbai 400 025.

Mechanism

The Portfolio Manager shall endeavor to handle the complaints of clients in the following manner:

The clients shall send a written complaint addressed to the NDIASGRC. On receipt of the complaint, the NDIASGRC on a best effort basis shall resolve the complaint within 30 days.

In the event the complaint is not resolved within 30 days, the client and the Portfolio Manager and any person designated by the Portfolio Manager shall endeavor to resolve the complaint by mutual dialogue and the dispute shall be attempted to be settled amicably by prompt negotiations between parties, failing which it shall be resolved in terms of the agreement.

Place: Mumbai

**Names & Signature
(of all the Directors of the Portfolio Manager)**

Sr. No.	Name of Director	Signatures
1	Adarsh Kishore	Sd/-
2	Shikha Sharma	Sd/-
3	S K Chakrabarti	Sd/-
4	Prasad Menon	Sd/-
5	J R Varma	Sd/-
6	R H Patil	Sd/-
7	Rama Bijapurkar	Sd/-
8	R B L Vaish	Sd/-
9	M V Subbiah	Sd/-
10	K N Prithviraj	Sd/-
11	V R Kaundinya	Sd/-
12	S B Mathur	Sd/-
13	M S Sundara Rajan	Sd/-
14	S K Roongta	Sd/-

