



Circular no.: MCX/224/06

May 29, 2006

Dear Members,

Voluntary termination of VSAT connectivity

In terms of provisions of the Rules, Bye-Laws and Business Rules of the Exchange and in partial supersession of circular no.: MCX/020/2004 dated April 15, 2004, the Members of the Exchange are notified as under:

The Exchange provides VSAT connectivity against a one-time payment of Rs. 1,65,000 or by making payment in 12 quarterly installments of Rs. 15,750 each. The members availing installment facility have to continue using the VSAT for next three years.

The Exchange binds itself with the VSAT service provider to support the same over the next three years for each additional VSAT connected to the system. The Exchange is required to ensure adequate systems and telecom infrastructure for each individual VSAT issued. Thus, in case of any request for transferring the VSAT back to the Exchange or for taking it over results in redundancy of infrastructure made available to support the same.

In view of the same, the Exchange has decided as follows with respect to transfer / voluntary termination of VSAT facility :

	If VSAT returned	If VSAT not returned
Application for termination of VSAT facility made within 3 years of activation	* No amount would be refunded back to member. * In case member has taken VSAT on installments, all unpaid installments would be payable alongwith application for surrender.	* No amount would be refunded back to member. * In case member has taken VSAT on installments, all installments would be payable alongwith application for surrender. * Rs. 40,000 would be payable by member to MCX towards VSAT cost
Application for termination of VSAT facility made after 3 years of activation	* Annual cost for the VSAT facility, if not paid in advance.	* Annual cost for the VSAT facility, if not paid in advance. * Rs. 40,000 would be payable by member to MCX towards VSAT cost.

A member can transfer the VSAT facility to another member subject to prior approval of the Exchange. In case of transfer of VSAT from one member to another, the transferring member would be obliged to pay all the dues / installment relating to the particular VSAT facility to MCX till the last date of the calendar month of such transfer. In addition to the same, a sum of Rs. 25,000 would be payable by the member to MCX as Transfer Fees. No refund, if any, would be issued by MCX to the transferring member, in case VSAT facility has been provided against security deposit, till the corresponding amount is received from the member to whom the VSAT has been transferred. All expenses in relation to physical transfer of VSAT would be directly payable by the member to the VSAT service provider and borne by the transferor. The member to whom the VSAT is transferred would be required to pay annual recurring charges on the VSAT on completion of 3 years from the date of activation of the said VSAT for the first time at the premises of the first holder of the same.

It is clarified that MCX officials does not assure to provide any assistance with respect to identification or location of a prospective transferee for a member wishing to transfer the VSAT facility. If the member desiring to transfer the VSAT facility is unable to identify a transferee, with or with the help of MCX, but wishes to or requires termination of the VSAT facility provided by MCX, then the said termination of the VSAT facility would be deemed to be a voluntary termination of VSAT connectivity and corresponding terms and charges would apply with respect to the same.

Members are requested to take note of it.

For and on behalf of
Multi Commodity Exchange of India Limited

Nayan Mehta
Senior Vice President

Kindly contact Mr. Hitesh Rathod on 022 – 6649 4000 or send an email at customersupport@mcxindia.com for further clarification.