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MCX-SX cuts promoters' holding to 10%

TIMES NEWS NETWORK

Mumbai: What could be seen as a precursor to the launch of share trading on the MCX Stock Exchange (MCX-SX), the bourse on Thursday announced that it has reorganised its capital structure and reduced promoters' holding in the exchange to 10%.

MCX-SX had time till September 2010 to comply with the Sebi (Manner of Increasing and Maintaining Public Shareholding in Recognised Exchanges) Regulations, 2006. Now that the exchange has complied with the Sebi regulations, it can apply to the regulator for its nod to start a stock exchange. So far MCX-SX has started a currency derivatives segment.

"MCX-SX has now completed this process (compliance with MIMPS Regulations) through divestment and a scheme of reduction of capital as per the provisions of the Companies Act, unanimously approved by the Board, all shareholders in EGM which was also duly approved by the Bombay High Court," a release from the exchange said.

Under the changed shareholding structure, 23 entities, banks, financial institutions, promoter companies and employees' trust are the owners of the company. Among these



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Financial Technologies and Multi-Commodities Exchange (MCX), form the promoter group, each holding 5% in the exchange.

The other shareholders in MCX-SX are Allahabad Bank, Andhra Bank, Axis Bank, Bank of Baroda, Bank of India, Corporation Bank, HDFC Bank, IFCI, IL&FS Financial Services, Indian Bank, Indian Overseas Bank, Oriental Bank of Commerce, Punjab & Sind Bank, Punjab National Bank, State Bank of Indore, Syndicate Bank, UCO Bank, Union Bank of India, United Bank of India, and Vijaya Bank.

MCX-SX has also expanded its board and has inducted nominee directors which include Atul Rai, CMD, IFCI Ltd, Shahzaad Dalal, VC, IL&FS, M Narendra, ED, BOI, SK Dubey, GM (Treasury), PNB, S Rajendran, GM, UBI and CVR Rajendran, GM, Corporation Bank.