

Notice no : 20110907-9 **Notice date :** Wednesday, September 07, 2011

Category : *Trading* **Segment :** *Equity*
Subject : **Advisory to Trading Members**

Content

It has been observed by the Exchange, that, recently there have been a number of instances of trading in companies that appear in the list of illiquid securities (issued by the exchange on a monthly basis) in huge amounts by new clients / old and new employees of trading members with the intent to defraud, resulting in the trading members incurring severe losses.

Trading Members are hereby advised to exercise due diligence while registering a new client. They are also advised to be vigilant about the activities of their clients/employees and monitor the dealings closely including correlation of clients' trading activity with the financial and other information provided by the clients at the time of registration. It is also advised to monitor the clients trading pattern vis-à-vis their past trading including large concentration in one or few securities.

This is being issued in the interest of the Trading Members and its clients in general.

Mumbai

September 7, 2011