

## Investor's FAQ

### **⇒ What care should I take while buying or selling securities?**

Purchase or sell securities only through authorized stockbrokers duly registered with Stock Exchanges. Ensure that you receive a Contract Note for all transactions. The broker's stamp with the SEBI registration/ Code number should be affixed on the reverse of the transfer deed(s).

### **⇒ What amount of stamp duty should I affix on the transfer deed?**

For Shares, stamp duty @ 0.25% of the market value or the consideration amount (whichever is higher) should be affixed on the Securities Transfer Form i.e. SH-4. The rate per share can be picked up from any newspaper. The date for which the rate is picked up must be the same as the execution date mentioned on the transfer deed. Stamps are available at the stamp Office, Stock Exchange or with the Share brokers.

**Special note:** With effect from 1.7.02, for transactions in physical form, the Government of Maharashtra has banned the sale and use of share transfer stamps. The Government has started putting their stamp by using franking machine at the Stamp Office. For transactions executed in Maharashtra, instead of affixing share transfer Stamps, stamp duty @ 0.25% of the market value or the consideration amount (whichever is higher) should be franked on the Securities Transfer Form.

Electronic transactions do not attract any stamp duty, however each Depository Participant may levy a transaction charge. The rate should be confirmed with your depository participant beforehand.

### **⇒ Why should I keep securities in joint names?**

It is advisable to register securities in joint names in order to facilitate Succession.

### **⇒ If I wish to add the name of my spouse, children or any other person, what procedure should I follow?**

Addition of the name of a joint holder, even a family member, is considered a "Transfer" and attracts stamp duty. Securities Transfer Form i.e SH-4 as provided under Companies (Share Capital and Debenture) Rules, 2104 would be required to be executed. This form is valid for a period of 60 days from the date of execution.

For securities held in electronic form, please contact your depository participant.

Section 72 of the Companies Act, 2013, extends nomination facility to individuals holding shares in physical form. Shareholder, in particular, those holding shares in single name, may avail the above facility by furnishing the particulars of their nominations in the prescribed nomination form, SH-13 which can be downloaded from the website of the Company or obtained from the Investor Service Centre (ISC) of the Company by sending written request through any mode including e-mail on *abnlsecretarial@adityabirla.com*

**⇒ If the holding is in joint names and either of the holders is deceased, what is the procedure for deletion of name?**

Submit an attested copy of the death certificate of the deceased holder along with the relevant certificates and the prescribed transmission form available with ISC, Veraval, duly completed and signed by the survivors so that the name of the deceased can be deleted from the Company's records as well as from the certificates.

Attestation on the document should be done by a Notary or your Bank Manager under his official seal.

A copy of the pan card self attested by the individual should be provided by the transferee(s)/surviving shareholder.

For securities held in electronic form, please contact your depository participant.

## **Transmission**

**⇒ Along with the deletion of the deceased holder's name, can I add another joint holder?**

Yes, but the transaction would be treated like a normal transfer and would attract stamp duty. An attested copy of the death certificate of the deceased holder along with the relevant certificates, self attested copy of pan card of transferee(s) and duly completed transfer deed should be submitted to ISC, Veraval.

For securities held in electronic form, please contact your depository participant.

**⇒ I am the legal heir /executor in respect of the sole holder who is now deceased. How do I transmit the securities?**

Please submit the certificates along with the Succession Certificate or Probate of Will or Letter of Administration obtained in respect of the sole holding.

In accordance with the SEBI CIR/MIRSC/10/2013 dated October,28,2013 which has prescribed standardize and simplified procedure for transmission of shares, your Company has framed following simplified procedure for transmission of shares of upto value of Shares of Rs.200,000/-, without production of legal documents on your furnishing us with the following documents:-

1. Original or an attested copy of the Death Certificate of the deceased. **(English translation if the Death Certificate is other than Hindi/Gujarati/English language)**
2. An affidavit on a non-judicial stamp paper of Rs.20/- duly executed before a Magistrate or a Notary under his Official Seal.
3. An indemnity bond on non-judicial stamp paper of Rs. 100/- duly completed and signed by legal heirs/representatives and Surety as per draft enclosed.

4. A 'No objection' letter from the other legal heirs, if any, waiving their rights and title to the shares of the deceased, along with their identification proof i.e. attested copy of PAN Card / Driving License/ Pass Port/Aadhar Card.
5. Legal heirs certificate issued by the District Commissioner(Thasildar) if any/ **Attested copy of Ration Card** wherein name of the deceased holder and other legal heirs names should be mentioned.
6. Original Share Certificate(s).
7. Transmission Form duly filled in and signed by the Legal heir(s) in whose names the shares have to be transmitted.
8. Attested copy of applicants proof viz., Telephone Bill /Electric Bill etc. and attested copy of Driving License / Passport /Aadhar Card/ Ration Card in support of the applicant's.
9. Attested copy of applicants Pan Card to enable us to register the same in our records.
10. Attested copy of Sureties Identification and address proof.

For securities held in electronic form, please contact your depository participant.

### **On Transposition**

#### **⇒ Can I interchange the order of names for my holdings ?**

Yes. For securities held in physical form, the request for change in the order of names of registered holders should be made in the prescribed Transposition form along with self attested copy of pan card of transferee(s)/Shareholder(s), at the office of ISC, Veraval . The form is to be signed by all the joint holders and submitted along with the certificates.

In case, you wish to interchange the order of the names for demat purposes, the form (available with your Depository Participant) may be duly completed in the desired order of names and submitted to them with the Dematerialisation Request Form and the certificates.

**Note:** You can transpose full holdings underlying a folio. Transposition of part holdings of shares underlying a folio is not allowed .

For securities held in electronic form, please contact your depository participant.

### **On Amalgamation/ Consolidation**

#### **⇒ I have multiple folios, can I amalgamate the accounts ?**

Yes, you can. If you have more than one folio with identical names and in the same order, please write to ISC, Veraval along with the certificates pertaining to the folio having the smaller holdings. Do not send the certificates pertaining to the larger holdings, in which account the multiple folio is being amalgamated.

For securities held in electronic form, please contact your depository participant.

#### **⇒Change in Specimen Signature**

Over a period of time, my signature has changed what should I do to change my specimen signature in your records?

Any change in the specimen signature should be intimated to ISC, Veraval immediately to enable mailing of the required forms. You are required to execute an Affidavit in the prescribed on non- judicial stamp paper of Rs. 100/- duly attested by a notary public or first class Judicial Magistrate and submit along with specimen Signature Card in which the signature should be attested by Branch manager of a nationalized bank This is applicable only for holdings in physical form.

For securities held in electronic form, please contact your depository participant

#### **⇒How do I record a change in my address?**

A letter duly signed by the first holder stating the new address along with the proof of new address such as Driving License, Voters Identity Card, Ration Card/ Registered lease or sale agreement of Residence/ Electricity/

Telephone Bill only land line ( not more than 3 month old), Voter Id, Aadhaar Card issued by UIDAI, Bank Statement (not more than 3 months old), Identity card/ document with address, issued by any one of Central / State Government/ Public Sector Undertakings/ Scheduled Commercial Banks/Public Financial Institutions/ Professional Bodies such as ICAI/ICSI/ICWAI, Bar council etc duly quoting the Folio Nos. must be sent to ISC, Veraval . You must ensure that the signature of the first holder is as per the specimen signature recorded with ISC, Veraval.

An acknowledgement will be sent to your new address confirming the updation of the change in our records.

In case you have dematerialized your holdings, please write to your DP immediately and ensure that you receive a confirmation of them having noted your new address.

### **⇒What should I do if my shares are lost/stolen?**

Please immediately intimate ISC, Veraval regarding loss of certificates, giving details of folio number and distinctive numbers. It is advisable to lodge a complaint with the local Police Station.

Kindly send ISC, Veraval an acknowledged copy of the Complaint/ FIR for advice on the further course of action.

#### **You should state:**

- Name of the Company in which you hold Equity Shares.
- Your full name and address, as recorded with ISC, Veraval.
- The distinctive number(s) of the certificate(s) that is/are missing.

If you do not know the number(s) of the missing certificate(s) please provide the number(s) of the certificates still in your possession. Please also state if the certificate(s) is/are lost or stolen. If the certificate(s) is/ are stolen, we will require the F.I.R as issued by the Police. Your letter must be signed by at least one of the holders. We will send you the documents to be executed for issue of duplicate certificates.

In case you trace your certificates, please inform ISC, Veraval immediately so as to avoid any complexity/delay in future transactions.

**⇒ What are the ways I can receive the dividend amount due to you?**

The following ways to receive the corporate benefits i.e dividend are listed below:

- The warrant can be mailed to your address as recorded with us or to the address as downloaded by ISC, Veraval by your Depository Participant.
- The warrant can be posted directly to your bankers if a mandate instruction is registered with us, for physical holding only.
- The net amount due to you can be credited electronically to your bank account based on the NECS instructions submitted to ISC, Veraval for physical holdings, and downloaded at ISC, Veraval through your Depository Participant for electronic holdings.

Please ensure that the bank account details provided is correct and complete to avoid delay in credit.

**⇒ How do I change or lodge fresh mandate instructions with the company?**

For securities held in physical form, please send us a covering letter specifying your folio number, banker's name, address, and account type and account number. The dividend amounts payable to you can be sent directly to your bank under intimation to you. In case you desire the warrant to be mailed to your registered address after incorporating the bank account details on the warrant, you may specify this requirement. In your request letter to be lodged with ISC, Veraval.

For securities held in electronic form, please contact your depository participant.

**⇒What are the features of the National Electronic Clearing Service (NECS) introduced by the Reserve Bank of India (RBI)?**

In terms of notification issued by the RBI with effect from 1<sup>st</sup> October, 2009, remittance of dividend through ECS is replaced by National Electronic Clearing Service (NECS). Banks have been instructed to move to NECS platform. The advantages of NECS over ECS include faster credit of

remittance to the beneficiary's account, coverage of more bank branches and ease of operations. NECS essentially operates on the new and unique bank account number, allotted by bank post- implementation of Core Banking System of inward instructions and efficiency in handling bulk transactions.

**⇒ How do I avail of the NECS Scheme introduced by Reserve Bank Of India (RBI) ?**

To avail NECS facility (i.e direct electronic credit to your bank account), please write to ISC, Veraval specifying the following details:

1. Your Folio Number
2. Name and address of the bank branch
3. Account type and New account Number allotted by bank after implementation of core banking solution.
4. The 9 Digit code numbers of the bank and branch as appearing on the MICR cheque issued by the bank. A copy of cancelled cheque leaf should be provided to verify and correctly record the bank details.

This is applicable only for securities held in physical form.

For securities held in electronic form, please contact your Depository Participant.

**⇒When is unclaimed dividend/ interest amount transferred to the Investor Education Protection Fund of the Central Government?**

In accordance with the provisions of Section 125 of the Companies Act 2013, any amount, which remains unpaid or unclaimed for a period of 7 years, shall be transferred by the company to the "Investor Education and Protection Fund.

Company send two reminder periodically for release of Unpaid dividend lying per folio.

**⇒ How do I open an account with a Depository and will I be periodically informed about the movement in my electronic account?**



You may open an account with a Depository Participant (DP) of your choice. As an investor you will interact with National Securities Depository Limited (NSDL) or Central Depository Services Ltd. (CDSL) through your Depository Participant) Your DP will allot you an account number which will serve as a reference for all your future dealings with them. It may be advisable to be aware of the rates that will be charged to you by your DP for various activities.

Your DP will update your account after each transaction, and would periodically furnish you with a statement of holding. You may verify this with your DP at the time of opening your electronic account.

**⇒How do I convert my paper certificates into an electronic holding and will I continue to receive corporate benefits?**

To dematerialize your holding, you should first have an account with a DP of your choice. You may then hand-over to your DP, the certificates along with the 'Dematerialisation Request Form' (DRF). Only the securities registered in your name can be submitted for dematerialization. Your DP will then send the DRF and the certificates to ISC, Veraval and an electronic request will also be sent through the NSDL/CDSL network reconfirming the same. ISC, Veraval, will verify the documents and if found in order, the dematerialization request will be confirmed to NSDL/CDSL who will in turn inform your DP. In the books of the Company, your folio with ISC, Veraval will be debited and the account of NSDL/CDSL will be credited in respect of such dematerialized securities. NSDL/CDSL in their electronic records will credit the account of your DP. Your DP will then credit your account with the number of securities that have been dematerialized and the securities will thereafter be held in electronic form. This process would take approximately 15-20 days.

Yes, all the corporate benefits such as dividend, interest, bonus shares, and rights shares will be issued by ISC, Veraval to the beneficial owners i.e. the accountholders who hold the securities in electronic form. The dividend/interest amounts as and when declared/paid will be sent to you/your bankers directly. The entitlement of rights and bonus shares/debentures wherever applicable, will be credited to the beneficiaries account as per the investors' option and the terms of the issue.

**⇒How do I trade (buy/ sell) in electronic form?**

You may buy and sell securities in electronic form through the depository by coordinating with your broker and your DP. Such transactions would be simpler and faster. Payments for such transactions would be made in the same way as is done for physical certificates. Securities purchased in electronic form are credited to your account on the very next day of payout with no formalities of filling transfer deeds or applying to the Company for registration. All such transactions are exempt from stamp duty and accordingly no share transfer stamps are required to be affixed.

Such transactions are not routed through the Company and the debit/credit takes place directly in the Depository System. However, corporate benefits would be paid to the person holding such securities on the Record date/Book closure date as applicable.

**⇒ How can I reconvert my electronic holding into paper form?**

As per the existing guidelines, an investor can choose to reconvert his electronic holding into physical form at any time through his DP. On receipt of the rematerialisation request along with the '**Remat Request Form**' (RRF), the Company will issue fresh certificates.

**A. Individuals**

Please write to ISC, Veraval, giving the following details:

- Reason for change of name accompanied by supporting document duly attested.
- The name(s) of the company (ies) in which you hold shares
- Full details of both your old and new names
- Your Ref Folio Number - which can be found on your share/debenture certificates or dividend/interest counterfoil?

***Enclose:***

**Consequent to marriage/ divorce/ attaining majority,**

Please send an attested copy of the marriage certificate/ divorce decree/ birth certificate or school leaving certificate as the case may be along with the

certificates, self attested copy of pan card of transferee(s) and a covering letter signed by all the holders.

You may use the prescribed transmission form available with ISC, Veraval.

## **B. Corporate**

Please write to ISC, Veraval enclosing an original or certified copy of the Certificate of Incorporation on Change of Name.

### **⇒ What is Transmission?**

If the shareholding is in joint names and either of the holders is deceased, then the procedure to delete the deceased person's name from the Company's records as well as from the certificates.

Submit an attested copy of the death certificate of the deceased holder, self attested copy of pan card of transferee(s) along with the relevant certificates and the prescribed transmission form available with ISC, Veraval, duly completed and signed by the survivors so that the name of the deceased can be deleted from the Company's records as well as from the certificates

### **⇒ What is Consolidation?**

The process by which an investor gets a single certificate in return for the submission of multiple share certificates of smaller denominations is called as consolidation. The denomination of the single certificate issued will be the sum of the smaller denominations of the multiple certificates provided they are under the same folio

### **⇒ What is Amalgamation?**

The process by which an investor can merge the holdings of multiple folios (provided the names are identical and are in same order) into a single folio is called Amalgamation

### **⇒ What is a Split?**

Split is a process by which a requisite number of certificates as required by the Investor can be generated in lieu of a single certificate of a particular

denomination, provided the total denomination of the generated certificates is equal to the denomination of the original certificate.

⇒ **What is a Subdivision?**

Subdivision is a process by which the Company reduces the Face Value of its existing shares. This leads to an increase in the no. of shares of a lesser Face Value.

⇒ **What is a Merger?**

Whenever a company buys a company or companies or performs a deed where by the share holders of the acquired company automatically become the share holders of the parent company then such an activity is called Merger.

⇒ **What is Dematerialization?**

This is a process whereby the holdings held in physical form are converted to Electronic form.