

Dhruve & Liladhar Co. (REGD)

ADVOCATES, SOLICITORS & NOTARY *

Established Since 1957

* Chaitanya Dhruve Mehta
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76/09

Ref. No.:

8th January, 2009

To:

The C.E.O. & Managing Director,
National Stock Exchange,
Bandra-Kurla Complex,
Bandra [East],
Mumbai.

Kind Attn: Mr. Ravi Narayan

Dear Sir,

We are concerned for our clients, Investors Grievances Forum and under instructions from them, we have to address you as follows:

1. You are aware about the recent ^{scam} ~~span~~ of Satyam Computer Services Ltd., which has been highlighted in the Media and the letter dated 7th January 2009, which has been addressed by Mr. B. Ramalinga Raju, the Chairman of the said Company to the Board of Directors of the said Company and which was marked to the Chairman, SEBI as well as to all the Stock Exchanges in India.

2. Our client is an association of small investors, which is known as "Investors Grievances Forum" which looks into the need of small and mid-time investors. You are aware that the National Stock Exchange [NSE] received the communication on 7th January 2009 from Satyam Computer Services Ltd. ["the said Company"] at 9.30 a.m. However, it is surprising to note that National Stock Exchange communicated to the public about the contents of the said letter only at 11.15 a.m. Our clients are indeed surprised at the conduct of the Institution like yours. In fact, immediately on the receipt of the said communication, it should have been made public without any delay and trading on the said scrip should have been suspended till further investigation which was done by New York Stock Exchange to save the interests of public at large.

3. It is also pertinent to note that, in the Futures and Option segment there was an aggressive selling on the scrip of the said Company. In the morning of 7th January 2009, the price per share of the said Company was between Rs.180/- and Rs.185/-.

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This price remained till 11.15 a.m. and thereafter there was a hit sale till Rs.115/- and surprisingly, throughout the day, the price per share of the said Company came down to as low as Rs.31/- and closed at around Rs.40/-. It is indeed surprising and shocking to see such a sharp fall in the price of the said share of the said so-called reputed company.

4. Similar hammering was witnessed in other Futures and Option Scrips on 7th January 2009. It is to be noted that this sort of such corporate rumours and many more such frauds will come out and damage the image of Indian Economy. It is to be noted that this sort of rumours are spread by vested bear cartels.

5. Under the circumstances aforesaid and under instructions from our clients, we hereby call upon you to forthwith comply with our clients following requisitions:

- (a) Why there was a delay in communicating about the letter received by NSE to the public at large?
- (b) As mentioned hereinabove, in Futures and Option segment, who were the persons, who hammered the said stock?
- (c) The entire data should be supplied regarding when the order was put, the price, time of execution and also the quantity of shares. We would request you to provide the said data for an order size of 10000 and above for 7th January, 2009 in F&O Segment.
- (d) It is very important for you to immediately block the F & O payout which is to be done in the scrip by the National Stock Exchange of trading took place on 7th January, 2009.
- (e) National Stock Exchange should investigate each transaction which was entered into and also to check whether the same persons were involved or some other individual or other group of individuals were involved in the said transaction.

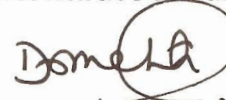
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Continuation Sheet

6. Under the circumstances aforesaid, please note that if the pay outs of F & O Segment are released without any investigation by the National Stock Exchange then it would be at the entire costs, risks, responsibility and consequences of the National Stock Exchange. You will appreciate that this is only to ensure that the money goes to the right persons and to ensure investor protection.

7. We would appreciate if we receive a prompt reply and moreover a prompt action, which you would take on the requisitions, mentioned hereinabove without any delay, failing which our clients will be constrained to initiate appropriate proceedings against you at your entire risks as to cost and consequences thereof, which you may please note.

Yours truly,
For M/s. Dhruve Liladhar & Co.



Partner
Advocates, Solicitors & Notary

C. C. to: The Chaiman, SEBI
with a request to give necessary and immediate directions to National
Stock Exchange to stop the payout as mentioned above.