

## **SECTION 9**

### **TRANSFER OF SECURITIES IN CDS**

#### **9.1 Change of Participant pertaining to a Client Account**

##### **a) Procedure**

- i. Subject to the provisions of these Rules, an Account Holder may, by completing the prescribed form, instruct the Participant with whom his/her Client Account is maintained in the CDS (the existing Participant) to credit the Securities held in such Client Account to another Client Account of the same Account Holder maintained with another Participant.
- ii. The existing Participant shall not delay or refuse to carry out instructions to change the Participant unless;
  - the Account Holder has not paid for the Securities held in the Client Account, or;
  - the Securities are held under lien for payments outstanding to the Participant or any other institution.
- iii. If instructions to change the Participant cannot be carried out by the existing Participant, the nominated Participant should be informed on or before the second Market Day from the date of receipt of such instructions.
- iv. If the nominated Participant is not satisfied with the reasons attributed for the delay/refusal it shall be brought to the notice of the CDS. The CDS shall consider the reasons for such delay/refusal and take appropriate action.

##### **b) Verification**

It shall be the responsibility of the Participants, in carrying out instructions of an Account Holder, to check and ensure the authenticity/genuineness of the request.

#### **9.2 Transfer of Securities between Client Accounts held by separate Account Holders (Inter-account transfer of Securities)**

Prior written approval of the SEC shall be obtained by Participants, in the prescribed form, in order to transfer Securities from one Client Account to another Client Account, outside the trading procedure of the CSE.

All such transfer application forms shall be submitted to the CDS along with original letter of approval received from the SEC.

**9.3 Transfer of Securities pertaining to an offer made under the Company Takeovers and Mergers Code of 1995 as amended in 2003 /de-listing**

The CDS shall, upon receiving instructions pertaining to transfer of Securities in connection with an offer made under the Company Takeovers and Mergers Code 1995, as amended in 2003 or a de-listing, transfer such Securities to the Offeror's Reserve Account. Upon confirmation of payment, the CDS shall transfer such Securities to the Offeror's Client Account.

**9.4 Transmission of Securities in CDS in the event of death of an Account Holder**

In the event of a death of an Account Holder, Securities held by such Account Holder in CDS shall be transmitted to his/her legal heirs.

For this purpose a request to transmit such Securities shall be made to CDS in the prescribed form/s, through the respective Participant/s.