



भारतीय प्रतिभूति
और विनिमय बोर्ड
Securities and Exchange
Board of India

Integrated Surveillance Department
Chief General Manager
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SEBI/HO/ISD/ISD/OW/P/2017/18183

August 07, 2017

To,

The Managing Director and CEO
Bombay Stock Exchange,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

The Managing Director and CEO
National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex
Bandra (E)
Mumbai - 400093

The Managing Director and CEO,
Metropolitan Stock Exchange of India Ltd
4th floor, Vibgyor tower,
Opposite Trident Hotel,
Bandra-Kurla Complex
Mumbai - 400 098

Dear Sir (s),

Subject: Database of listed Shell Companies

SEBI is in receipt of a letter no. F. No. 03/73/2017-CL-II dated June 09, 2017 from the Ministry of Corporate Affairs (MCA) on the above captioned matter, vide which MCA has identified a list of 331 companies as suspected shell companies for initiating necessary action as per SEBI laws/regulations. Copy of the list of 331 companies is enclosed herewith.

1. In this regard exchanges are advised to identify the listed companies out of the list of 331 companies on their exchange and take following measures:
 - a) Trading in all such listed securities shall be placed in Stage VI of the Graded Surveillance Measures (GSM) with immediate effect. If any listed company out of the said list is already identified under any stage of GSM, it shall also be moved to GSM stage VI directly. Under the Stage VI of GSM, trading in these identified securities shall be permitted to trade once in a month under trade to trade category. Further, any upward price movement in these securities shall not be permitted beyond the last traded price and Additional Surveillance Deposit of

सेबी भवन, प्लॉट सं. सी 4-ए, "जी" ब्लॉक, बांद्रा कुर्ला कॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई - 400 051.
दूरभाष : 2644 9950 / 4045 9950 (आई.वी.आर. एस.), 2644 9000 / 4045 9000 फैक्स : 2644 9019 से 2644 9022 वेब . www.sebi.gov.in



अनुवर्ती :
Continuation :

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200% of trade value shall be collected from the Buyer which shall be retained with Exchanges for a period of five months.

- b) The shares held by the promoters and directors in such listed companies shall be allowed to be transferred by depositories only upon verification by concerned exchanges and they shall not be allowed to transact in the security except to buy securities in the said listed company until verification of credential/fundamental by Exchanges is completed.
 - c) Exchanges shall initiate a process of verifying the credentials/fundamentals of such companies. Exchanges shall appoint an independent auditor to conduct audit of such listed companies and if necessary, even conduct forensic audit of such companies to verify its credentials/fundamentals.
 - d) On verification, if Exchanges do not find appropriate credentials/fundamentals about existence of the company, Exchanges shall initiate the proceedings for compulsory delisting against the company, and the said company shall not be permitted to deal in any security on exchange platform and its holding in any depository account shall be frozen till such delisting process is completed.
2. Out of the said list of 331 shell companies, if securities of any of the listed companies are under suspension, the trading in such securities shall be placed under GSM Stage VI directly on revocation of suspension by Exchanges.

Yours faithfully,

Sunil Kadam

Enclosures:

List of 331 Companies

Copy to:

1. National Securities Depository Limited

Times Tower, 1st Floor,
Kamala Mills Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai- 400013

2. Central Depository Services

17th floor, P J Towers,
Dalal Street, Mumbai – 400001