Financial Technologies
Creating Markets. Unlocking Value.

August 27, 2013

| | |
|---|---|
| Corporate Relations Dept.,<br>**BSE Limited**<br>P. J. Towers,<br>Dalal Street,<br>Mumbai – 400 001 | Listing Dept.,<br>**National Stock Exchange of India Limited**<br>Exchange Plaza,<br>Bandra Kurla Complex,<br>Bandra (E), Mumbai – 400 051 |

Dear Sir,

**Sub: Update**

Pursuant to the applicable Clauses of the Listing Agreement, please be informed that the Company at a request received from National Spot Exchange Limited (NSEL) has given a loan of Rs. 177.23 crores to NSEL. As informed by NSEL this amount shall be exclusively used for payments to small investors.

Without prejudice and without admitting any liability, the above loan has been given considering the exigencies and to protect the interest of small investors. Please find enclosed herewith press release issued by NSEL.

Kindly take the above information on your records and acknowledge receipt for the same.

Thanking you,

Yours faithfully,
For Financial Technologies (India) Limited

Hariraj Chouhan
Vice-President & Company Secretary

CC:

- Madras Stock Exchange Limited
- Ahmedabad Stock Exchange Limited

National Spot Exchange
Electronic Spot Market

August 27, 2013

# NSEL pays out to small investors on priority

- **Will be clearing pay-out of Rs. 177.23 Crs to small investors; total payout would be about Rs 190 crores**
- **Appoints Grant Thornton as forensic auditor**

Press Release

Considering the interests of small investors and in good faith, NSEL has decided to make immediate payments as below, without prejudice; these payments will be outside of the agreed settlement plan, which will continue as such.

Payments to:

1) Small investors (608 investors) who were to receive amounts up to Rs.2,00,000 (Rupees two lakhs) as of July 31, 2013, will receive 100% payment with this disbursement.

2) Investors (6300 investors) who were due to receive amounts above Rs. 2,00,000 (Rupees two lakhs) and up to Rs. 10,00,000 (Rupees ten lakhs) as of July 31, 2013, will receive 50% payment with this disbursement . These investors will receive the remaining amount proportionately as per the settlement plan.

NSEL has availed a bridge loan from FTIL, the promoter company to make these payments aggregating Rs.177.23 crores.

NSEL will also make a pay-out of Rs. 12.60 crores under the settlement plan, through the escrow account, out of the monies recovered from the members with outstanding dues.

Further, Grant Thornton has been appointed as the forensic auditors who have commenced the audit today, in addition to the internal investigation already initiated against the management team.

NSEL is actively pursuing recovery of the dues from the members with outstanding dues. This includes initiation of civil and criminal proceedings against the defaulting members besides taking actions under the Rules and Bye-laws of the NSEL. The Exchange will take similar recourse for other members who do not pay-in their dues as per schedule.

*For further information, contact,*

**Dilip Tambe**
Communications
National Spot Exchange Limited
dilip.tambe@nationalspotexchange.com
communications@nationalspotexchange.com
Tel.: +91 22 66861010 Ext.: 1300
Cell: +91 8879002070