

**POLICY FOR PAYMENT OF FRACTION SHARES ON ACCOUNT OF CORPORATE ACTION TO CLIENTS OF INVESTSMART STOCK BROKERS PVT. LTD.**

This is an internal policy of Investsmart Stock brokers Pvt.Ltd. for payment of fraction shares on account of corporate actions to Clients

On account of Corporate Action many a times a mismatch occurs between the actual shares received from Company in DP account (client) and actual distribution to clients because of the fraction occurrence in distribution to different client as per the basis of corporate action. The sum fractions of all the clients to full no. is difference and for the remaining fraction proceeds are received from the Company to us.

For distribution of actual right of fraction proceed the Company will adhere to following procedure.

- Undistributed shares on account of corporate action will be credited to separate account 'FRACTION SHARES-sale A\c
- Company has one time open an trading account with BombayStock Exchange with account name 'FRACTION SHARES-sales A\c
- The company will sale the fraction shares at BSE and the sale proceed will be received in the account
- On receipt of sales proceeds of fraction shares at company's level from Company the ISBPL will sum up both the amounts recd (proceed from the Company + proceed on account of sale by ISBPL)and will divide the sum so arrived by total of fraction shares of all the clients to arrive at the rate for distribution. At the rate so arrived ISBL will finally credit the respective accounts of client in proporion of their fractions.