



The Manager,  
NRI Services,  
YES BANK Ltd  
Mumbai

Dear Sir/Madam,

**Re: Application for permission to deal in shares in secondary market  
under the Portfolio Investment Scheme (PIS)**

I/We hereby appoint YES BANK Ltd as a “Designated Bank” for the purpose of routing my/our transactions relating to purchase and sale of shares / convertible debentures under Portfolio Investment Scheme. I/We hereby advise that I/We have read and understood the terms and conditions as specified under Portfolio Investment Scheme and hereby declare that I/we agree to comply with all statutory / regulatory requirements under the PIS from time to time.

I/We hereby agree:

- To deal with only with designated branch at any given point of time for PIS. All transactions under PIS will be routed through this bank only.
- The NRE / NRO PIS account will not be used to any other transactions besides transactions related to purchase and sale of shares in secondary market. All routine transactions, Demat charges, dividend, warrants etc. will be routed through the normal NRE/NRO savings account held with YES BANK Ltd.
- To submit the complete details of all shares held by me/us which were purchased from primary market as a non-resident or from the primary market / secondary market prior to becoming a non resident in the format as specified by YES BANK Ltd.
- To do only delivery based transactions and no indulge in speculative transactions.
- To place purchase order only if YES BANK Ltd can earmark sufficient balance covering the purchase considerations of securities and other applicable charges in clients account.



- To report the bank all transactions done directly through registered stock brokers on the same day of execution by the next day morning by submission of the original broker contract notes.
- Payment of shares / receipts from the broker on account of sale of shares will be made against the amount specified on the contract note/bill and no adjustment of purchase against sale will be done even if various sale and transactions are doing during the same period.
- To send YES BANK Ltd all payment instruments (cheque/DD etc.) received from stock broker on account of sale of securities for crediting in appropriate account along with complete details and bill.
- The purchase of equity shares/convertible debentures in each company with repatriation and non repatriation basis shall no exceed 5% or as prescribed by Reserve Bank of India from time to time of the paid up capital of the company, subject to an overall ceiling of 10% (or as prescribed by Reserve Bank of India from time to time) all consequences of failure in such compliance, including any losses arising out of reversal of transactions shall be to our account.
- YES BANK Ltd will recover its fees/charges applicable for PIS by the debit to the NRE/NRO PIS account held.
- YES BANK Ltd will deduct capital gains tax as applicable on each transaction and the sale proceeds net of tax will be credited to the PIS account within 3 working days after receipt of clear funds from broking firm.
- To submit the CA certificate and undertaking as per the formats specified under PIS through our chartered account within 7 days or else you can deduct the tax without considering any set off permissible under Income Tax Act and credit the sale proceed to my PIS account.
- Capital gains will be calculated on first in first out (FIFIO) basis for sale transactions, through PIS account only & TDS will not be on exchange rate adjustment..
- YES BANK Ltd will not undertake any follow up for deliveries of any shares purchased by me/us.
- YES BANK Ltd will not undertake monitoring and follow up of corporate actions associates with any holdings of the account holder/s.



- To ensure before placing / conveying SALE orders that they actually hold free shares (shares pending for demat or locked/pledge are not free shares).
- Not to make any contract for sale either directly through a stockbroker or through the YES BANK in respect of any securities, which the client has not taken delivery of.
- Shares purchased in the primary market, shares allotted under corporate action and during resident tenor are not to be considered under the PIS scheme. Therefore shares which have been purchased under PIS will be considered for calculation of Capital Gain tax on FIFO basis.
- To accept the tax deduction made by YES BANK Ltd as conclusive and binding on us.

The bank shall comply with instructions and procedures as laid down by Regulatory Authorities for the PIS from time to time.

I/We shall indemnify and hold harmless the YES BANK Ltd against any direct losses costs or claims which bank might incur/suffer as result of my/our availing / using PIS.

I/ We specially agree to hold YES BANK Ltd harmless and defend the bank from any and all costs, expenses and charges arising from or by reason of any claims by any third party with regard to infringement of PIS, and further agrees that YES BANK Ltd shall not be liable for any loss, actual or perceived, caused directly or indirectly by equipment failure, communication line failure, system failure, internet failure, securities failure on the internet unauthorized access or any other problem technological or otherwise, that might prevent the client from entering or the Bank from executing an order or other conditions beyond Bank's control.

Yours Sincerely,

---

1<sup>st</sup> Applicant

---

2<sup>nd</sup> Applicant

---

3<sup>rd</sup> Applicant