

NCEL/109-2010

1st July 2010

To: All NCEL Members

Subject: **Update on NCEL Trading**

Dear Member,

At the end of the financial year, I would like to give you an update on NCEL's growth. You will be happy to learn that NCEL is now the second biggest exchange in the country. We surpassed the combined volumes of LSE and ISE in March of this year and since then the exchange has continued with its accelerated growth. The enclosed charts show different aspects of our growth pattern.

While this growth is still in its infancy, it clearly shows the huge opportunity awaiting our members. Already, most of our active brokers are running profitable commodity brokerage businesses. We feel that given the low initial investment requirements, a commodity brokerage operation can be made profitable very quickly. The advantages of complete front-to-back trading, risk management, settlement and accounting systems provided by the exchange free-of-cost, coupled with low spreads and deep liquidity make this a very attractive business opportunity for all our members. The benefits of operating in a new and growing commodities asset class come in the form of attractive brokerage commission, low costs, effective risk management and efficient systems. All these features combine to make commodity brokerage one of the most attractive business ventures, especially during current economic circumstances. Our teams at NCEL are always available to assist you in starting and building your commodity brokerage business.

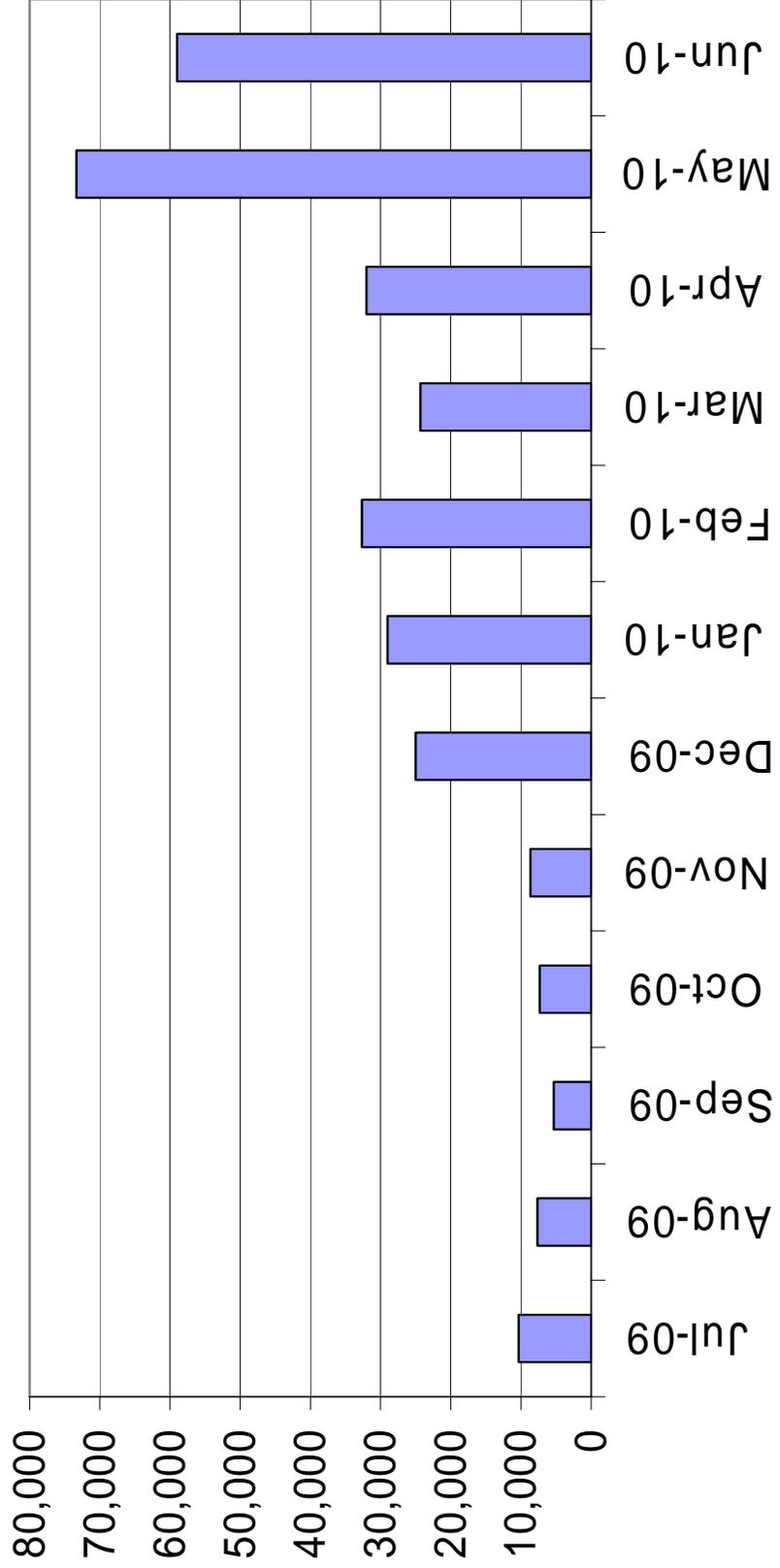
We thank all our active participants for their continued support and look forward to welcoming many more of our currently inactive members in the coming weeks. I would like to emphasize again that all conditions are in place now for our members to start benefiting from commodity brokerage activities. Please do not hesitate to contact us for further information.

Yours sincerely,

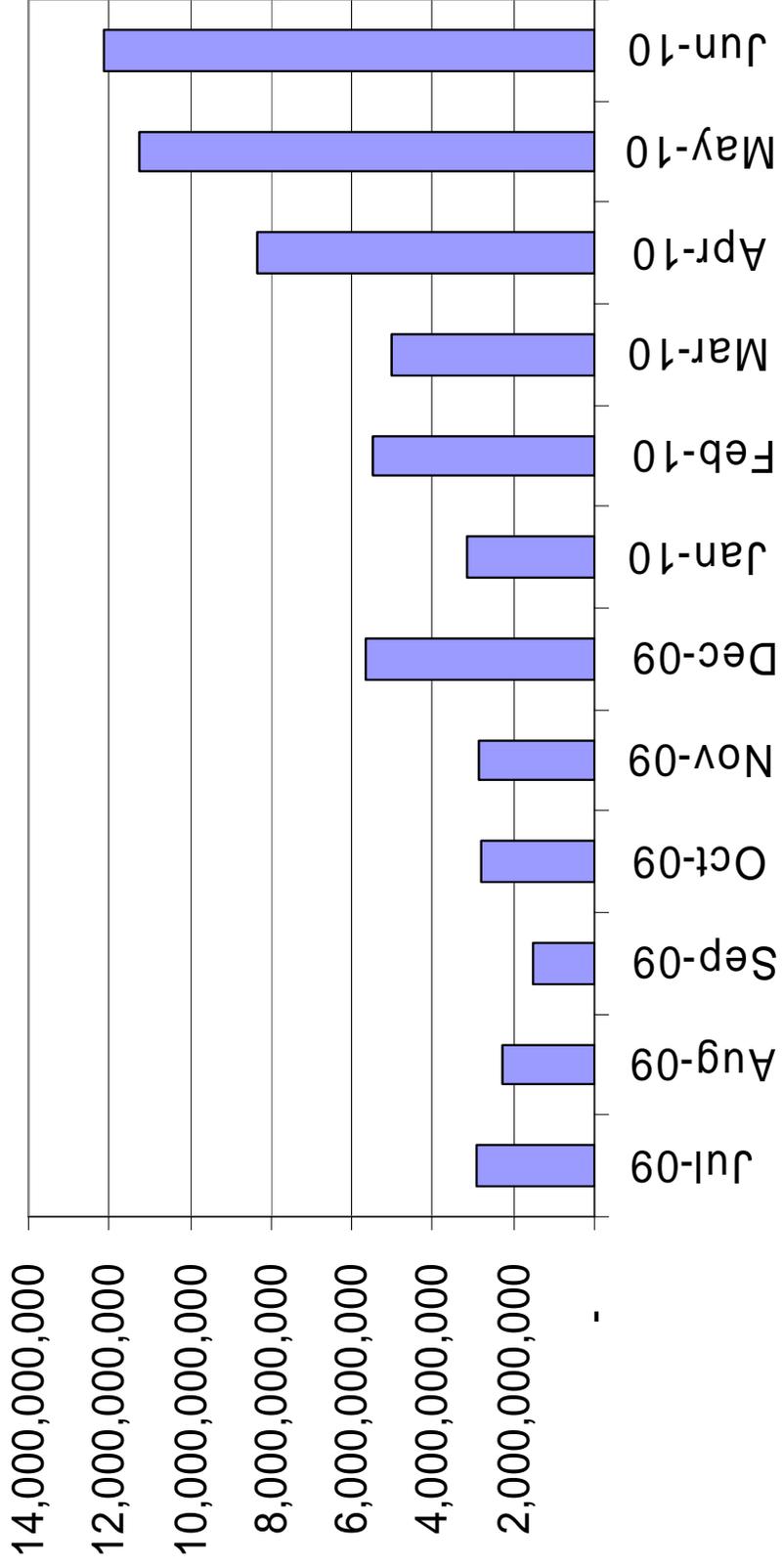
Samir Ahmed
Managing Director

Encl: As stated above

Contracts Traded on NCEL



Rupee Value Traded on NCEL



Trading Volumes of Exchanges in 2010 (Rupees)

