

"Copy of second request letter to SBI for granting routing facility which was granted by 3 senior officials of SBI not involving Shri R. Sitaraman yet SBI falsely denied sanction of this facility."



HARSHAD S. MEHTA
MEMBER: THE STOCK EXCHANGE BOMBAY

674267

SECKURITIES & FINANCE BROKERS

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MARKET OFFICE: CAMA BUILDING, 4TH FLOOR, DALAL STREET, FORT, BOMBAY-400 023, INDIA
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January 10, 1992.

State Bank of India
Main Branch
Personal Banking Division
Bombay Samachar Marg,
Bombay - 400 023.

For the Attention of Mr. Padhaye

Dear Sirs,

Current Account No.4/8710

Please refer to the talk the undersigned had with you as regards the facility of issuing Bankers' Cheques against presentation of Bankers' Cheques in your favour. In this connection, your attention is invited to our letter dated 19th August, 1991.

As has been mentioned to you, we are prime brokers for security transactions of your bank and your subsidiary, SBI Capital Markets Ltd. In the course of dealing for such transactions in a day-to-day manner, we deal with your Securities Division frequently. Therefore, to facilitate a single point clearance, we have to request you to let the activities of issuance and acceptance of Bankers' Cheques be conducted by the Securities Division. This will facilitate us to meet the deadlines of inter-bank clearing timings.

You will appreciate that not only the charges therefor will be credited to the PBD, but the day-to-day float in the current account will also remain with you.

We hope you will have no hesitation in allowing us these facilities, as they do not in any way hamper the business interests of the Bank, in general and the PBD or the Securities Division in particular.

Thanking you and awaiting your early reply,

Yours faithfully,
Harshad S. Mehta

(Parth V. Shah)

c.c. Mr. K. Kailasan
Manager - Securities Division

There is no find outlay in this facility as both the Bankers' Cheques (lodged with us & those issued by us) would be cleared the same day in SBI's clearing system. This broker is one of the leading brokers in the market & their dealings with us are good.

PR refer 11/3/92
Refered 11/11
what is meant by what is meant
SBI (They have advised) 12/2/92
This is one of the best clients
The request & the facility is genuine. We recommend that the same may be accepted. The loan is keeping good float funds with us. We have to request the bank to start keeping some money in TARS with us.
Khand
AAR
not examined
AGM

Transcript of remarks and notings made by Sr. Officials of State Bank of India on the letter dated 10.1.1992 addressed by Harshad Mehta for sanction of routing facility.

- a) Remarks of A.D. Padhye, AGM, Personal Banking Division, SBI : “This is one of our valued customers and the request of the firm is genuine. We recommend that the same may be accepted. The company is keeping good float funds with us. We have requested the firm to start keeping some money in Term Deposit Receipts [TDRs] with us.”
- b) Remarks of K. Kailasam, AGM, Securities Division, SBI : “There is no fund outlay in this facility as both the bankers cheques (Lodged with us and those issued by us) would be cleared the same day in inter bank clearing system. This broker is one of the leading brokers in the market and their dealings with us are good.”
- c) Remarks of M.M. Sharma, DGM, Bombay Main Branch, SBI : “What is their [Harshad Mehta’s] response and what is the amount promised?”
- d) Remarks of A.D. Padhye, AGM, Personal Banking Division, SBI : “DGM, They have assured Rs.25 lacs in TDRS” this month out of which Rs.5 lacs received on 13.1.1992”.
- e) Remarks of M.M. Sharma, DGM, Bombay Main Branch, SBI : “Please refer.”