

# Transforming Markets

## Redefining Business

— ANNUAL REPORT 2010 – 11 —





## Transforming Markets Redefining Business

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A commodity exchange unlocks true value only when it creates an efficient and well-developed marketplace. As exchanges are integral to the broader ecosystem, efficiency can be achieved only when they develop market linkages with it and engender wide participation. With commodity derivative exchanges focusing on increasing shareholder value, the industry has been witnessing continued innovation and greater operating efficiencies.

MCX facilitates transparent platform for price discovery and faster trade execution. The Exchange empowers market participants in the commodity ecosystem with market-discovered price information, product and service innovations, scalable technology platform and modern trade mechanisms. Its exchange related support infrastructure and network of strategic alliances enable it to penetrate new markets, enhance its product offerings and increase its market presence. As part of its ongoing efforts to promote participation in the commodity futures market in India, MCX uses the print and electronic media, and conducts awareness / training programmes.

MCX's efforts are aimed at developing a mature Indian commodity futures market, which may, in turn, contribute to our growth. Through its innovations and efficiencies, MCX's vision is to *transform India's commodity markets and in the process redefine business.*

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## SECTION 1

Corporate Information

Profiles of the Board of Directors

Letter from the Chairman

Letter from the Managing Director & CEO



**MCX - India's No. 1 and world's No. 2 in gold\*\***

\* Number of commodity futures contracts traded during CY 2010

# Source: Data from websites of exchanges and FIA Survey, March 2011



## CORPORATE INFORMATION

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### Board of Directors

<b>Mr. Venkat Chary</b>	Chairman, Non-Executive Independent Director
<b>Mr. Jignesh Shah</b>	Vice Chairman, Non-Executive Director
<b>Mr. V. Hariharan</b>	Non-Executive Director
<b>Mr. Joseph Massey</b>	Non-Executive Director
<b>Mr. Paras Ajmera</b>	Non-Executive Director
<b>Mr. P. G. Kakodkar</b>	Non-Executive Director
<b>Mr. C. M. Maniar</b>	Non-Executive Independent Director
<b>Mr. Shvetal S. Vakil</b>	Non-Executive Independent Director
<b>Mrs. Usha Suresh</b>	Non-Executive Independent Director, FMC Nominee
<b>Mr. R. M. Premkumar</b>	Non-Executive Independent Director, FMC Nominee
<b>Prof. (Mr.) K. T. Chacko</b>	Non-Executive Independent Director, FMC Nominee
<b>Prof. (Mrs.) Ashima Goyal</b>	Non-Executive Independent Director, FMC Nominee
<b>Mr. S. Balan</b>	Non-Executive Independent Director, NABARD Nominee
<b>Mr. B. Sriram</b>	Non-Executive Director, SBI Nominee
<b>Mr. Lambertus (Lamon) Rutten</b>	Managing Director & CEO

### Company Secretary & Chief Compliance Officer

Mr. P. Ramanathan

### Statutory Auditors

B S R and Company, Chartered Accountants

### Bankers (including clearing banks)

Axis Bank	ICICI Bank
Bank of India	IndusInd Bank
Canara Bank	Kotak Mahindra Bank
Citi Bank	Punjab National Bank
Corporation Bank	State Bank of India
Development Credit Bank	Tamilnad Mercantile Bank
Dhanlaxmi Bank	Union Bank of India
HDFC Bank	Yes Bank

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**Registered Office:** Exchange Square, Suren Road, Chakala, Andheri (East), Mumbai - 400 093, India



## PROFILES OF THE BOARD OF DIRECTORS

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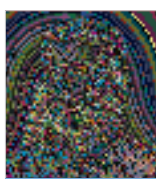
MR. VENKAT CHARY, IAS (Retd.),  
Chairman, Non-Executive Independent Director

- Former Chairman, Forward Markets Commission (FMC)
- Former Member, Maharashtra Electricity Regulatory Commission
- Held the positions of Additional Chief Secretary, Principal Secretary and Secretary, in various departments of the Central and State Government



MR. JIGNESH SHAH,  
Vice Chairman, Non-Executive Director

- Chairman & Managing Director, Financial Technologies (India) Ltd. (FTIL)
- Founder / Promoter of the Financial Technologies group of companies
- Formerly with the Bombay Stock Exchange (BSE), where he was responsible for designing and implementing its technology platform
- 20 years of experience in creating and operating technology-centric financial exchanges



MR. V. HARIHARAN,  
Non-Executive Director

- Director since inception
- Worked with companies such as the National Stock Exchange (NSE), NSE.IT Limited, Premier Automobiles Limited and the BSE
- Over 28 years of experience in analysis, coding, implementing and maintaining brokerage and exchange-related mainframe transaction technologies



MR. JOSEPH MASSEY,  
Non-Executive Director

- Former MD & CEO, MCX
- Former MD, Interconnected Stock Exchange of India
- Over 20 years of experience with organisations such as Life Insurance Corporation (LIC), Reserve Bank of India (RBI), Stock Holding Corporation of India, and the Vadodara Stock Exchange



MR. PARAS AJMERA,  
Non-Executive Director, FTIL Nominee

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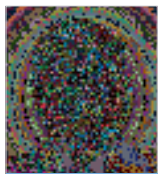
- Involved in the designing of exchange technology solutions, from product identification and development to its implementation and monitoring
- About 15 years of experience in various aspects of trading in equities and derivative markets



MR. P. G. KAKODKAR,  
Non-Executive Director

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- Former Chairman, State Bank of India (SBI)
- Associated with various financial institutions and banks including the State Bank of Hyderabad, State Bank of Mysore and National Bank for Agriculture and Rural Development (NABARD)
- Over 40 years of experience in banking including international banking, finance and administration



MR. C. M. MANIAR,  
Non-Executive Independent Director

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- Senior partner, Crawford Bayley & Co., Solicitors and Advocates, Mumbai
- Over four decades of experience in law as an advocate and solicitor
- Specialises in corporate, commercial, intellectual and industrial property law



MR. SHVETAL S. VAKIL,  
Non-Executive Independent Director

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- Executive Director, Setco Automotive Limited
- Has worked with Hindustan Lever Limited, and Bunge India Private Limited in various senior capacities
- Over 38 years of experience in evolving growth-oriented strategies, including mergers and acquisitions, setting up joint ventures as well as green field project and backward integration



MRS. USHA SURESH,  
Non-Executive Independent Director, FMC Nominee

- Director, FMC
- Joined the Indian Economic Service in December, 1986 and has worked in various capacities with the Planning Commission, Ministries of Rural Development, Industry, Textile and Commerce



MR. R. M. PREMKUMAR, IAS (Retd.),  
Non-Executive Independent Director, FMC Nominee

- Former Chairman, Food Corporation of India
- Former Chief Secretary and Principal Secretary-Revenue, Government of Maharashtra
- Former Development Commissioner, SEEPZ
- Former Additional Secretary, Department of Atomic Energy



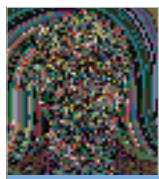
PROF. (MR.) K. T. CHACKO, IAS (Retd.),  
Non-Executive Independent Director, FMC Nominee

- Director / Vice Chancellor, Indian Institute of Foreign Trade
- Former Director General of Foreign Trade
- Served the Madhya Pradesh government for almost 20 years and the Government of India for around 15 years, mostly in the Department of Commerce



PROF. (MRS.) ASHIMA GOYAL,  
Non-Executive Independent Director, FMC Nominee

- Professor at the Indira Gandhi Institute of Development Research
- Writer, columnist and specialist in the areas of open economy macroeconomics, international finance, institutional economics and development economics



MR. S. BALAN,  
Non-Executive Independent Director, NABARD Nominee

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- Worked in various capacities with the Reserve Bank of India and NABARD, and currently, heads the finance department of NABARD
- Vast experience in institutional development, bank supervision, investment credit and in the field of agriculture and rural development banking



MR. B. SRIRAM,  
Non-Executive Director, SBI Nominee

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- Chief General Manager (Global Markets), State Bank of India, in charge of investment portfolio, money market and forex operations
- During his earlier tenures, he has served SBI in various capacities



MR. LAMON RUTTEN,  
Managing Director & CEO, MCX

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- Member of the Board of Advisors, International Investment Group LLC
- Former Chief - Finance, Risk Management and Information in the Commodities Branch of UNCTAD, Geneva
- More than 20 years of experience in commodity risk management, structured finance and commodity price risk management