

NSE Clearing Limited

Department: CURRENCY DERIVATIVES SEGMENT

Download Ref No: NCL/CD/ 73007

Date: February 26, 2026

Circular Ref. No: 010/2026

All Members,

Sub: Position Limit Violations

This is in partial modification to Item 14.5, Item 14 “Violations and Penalty” of NCL Consolidated Circular reference no. 043/2025 (Download Reference no. NCL/CMPT/67752) dated April 29, 2025, and NCL Circular reference no. 064/2024 (Download Ref No: NCL/CD/65182) dated November 22, 2024.

When the open position of any trading member exceeds the position limit specified, following penalty/additional margins shall be levied for trading member wise position limit violation.

Instances of Position Limit violations	Monetary Penalty to be levied	Additional Margin to be levied										
1 st instance	Rs. 5,000/-	<ul style="list-style-type: none"> The additional margin shall be based on slab-wise percentage breach of applicable position limits. <table border="1"> <thead> <tr> <th>Breach as a % of Limit</th> <th>% of Additional Margins</th> </tr> </thead> <tbody> <tr> <td>100% to less than 110%</td> <td>0.75%</td> </tr> <tr> <td>110% to less than 125%</td> <td>1.00%</td> </tr> <tr> <td>125% to less than 150%</td> <td>1.25%</td> </tr> <tr> <td>150% and above</td> <td>1.50%</td> </tr> </tbody> </table>	Breach as a % of Limit	% of Additional Margins	100% to less than 110%	0.75%	110% to less than 125%	1.00%	125% to less than 150%	1.25%	150% and above	1.50%
Breach as a % of Limit	% of Additional Margins											
100% to less than 110%	0.75%											
110% to less than 125%	1.00%											
125% to less than 150%	1.25%											
150% and above	1.50%											
2 nd to 5 th instance	Rs.20,000/- per instance from 2 nd to 5 th instance											
6 th to 10 th instance	Rs.50,000/- per instance from 6 th to 10 th instance											
11 th instance onwards	Rs. 1,00,000/- per instance from 11 th instance onwards. Additionally, the member will be referred to the Member Committee for suitable action.	<ul style="list-style-type: none"> The additional margin percentage shall be levied on (Value of underlying x Position Contracts in breach x Lot size) The additional margin applicable shall be computed only at end of day and blocked from the proprietary collateral of the Clearing member on T+1 day (before start of market hours). The additional margin shall be blocked from the proprietary collateral of the Clearing member till the positions are below the applicable limits. The quantum of additional margin so levied may either increase/decrease in case the quantity in breach increases/decreases on the subsequent day or due to change in the underlying price. Accordingly, such increase/decrease in additional margin shall be blocked/unblocked from the proprietary collateral of the Clearing member on T+1 day (before start of market hours). If the positions are below the applicable limits, the additional margins so levied shall be fully released on T+1 day (before start of market hours). 										



NSE Clearing Limited

The provisions of the circular shall be effective from **March 02, 2026**.

Members are requested to take note of the above.

**For and on behalf of
NSE Clearing Limited**

Huzefa Mahuvawala
Chief Risk Officer

Telephone No	Email id
1800 266 0050 (Select IVR option No 2)	risk_ops@nscl.co.in