

Annexure 2

Illustration of revised Computation of Margin Utilisation

As per Current Method for Clearing Member		
		Rs.(In Lacs)
A	Effective Deposit with NCL	450.00
B	Min Liquid Networth	50.00
C	Initial Margin	121.76
	(SPAN+COBG+ Delivery Margin)	
D	Initial Margin % $C/(A-B)*100$	30.44
E	ELM Margin	150.84
F	ELM Margin % $(E/(A-B-C))*100$	54.21
G	Margin Utilisation % (Higher of the D or F)	54.21

As per Revised Method for Clearing Member		
		Rs.(In Lacs)
A	Effective Deposit with NCL	450.00
B	Min Liquid Networth	50.00
C	Initial Margin	121.76
	(SPAN+COBG+ Delivery Margin)	
D	ELM Margin	150.84
E	Total Margin (C+D)	272.6
F	Margin Utilisation % $E/(A-B)*100$	68.15

Trading Member (No Change)		
		Rs.(In Lacs)
A	TM limit	450.00
B	Initial Margin	121.76
	(SPAN+COBG+ Delivery Margin)	
C	ELM Margin	150.84
D	Total Margin (B+C)	272.60
E	Margin Utilisation % $D/A*100$	60.58

Note: Margin Utilisation % shall be used for considering RRM /Margin Violation /Capital Cushion