

NSE Clearing Limited

SEGMENT: CAPITAL MARKET SEGMENT	
Download Ref No: NCL/CMPT/59852	Date: December 20, 2023
Circular Ref. No: 0445/2023	

All Members,

Sub: Trading supported by Blocked Amount in Secondary Market – Trading Member Charges

This is in partial modification to our circular reference NCL/CMPT/58895 dated October 12, 2023 regarding operational guidelines for trading supported by blocked amount in secondary market. In the said circular Clearing Corporation had informed that it shall provide optional facility to collect TM Charges.

Members are requested to kindly note of partial modification of the facility (point 48-50) for TM charges as mentioned in circular NCL/CMPT/58895 dated October 12, 2023.

1. Following options shall be available to members for collection of charges other than trade obligations, stamp duty and STT.
 - 1.1. Option 1: Collect the charges directly from the client
 - 1.2. Option 2: Collect the charges using an optional mechanism provided by NSE Clearing Ltd. (NCL).
2. The features of aforementioned optional mechanism (Option 2) shall be as under:
 - 2.1. The mechanism will be optional. TM charges will not be debited if not specified by the TM. TM shall opt for the said facility by informing the clearing corporation as per the format given in **Annexure I**.
 - 2.2. The charges will be expressed as a percentage of gross turnover, which shall be specified by the TM. The charges may be modified by the TM only once per quarter (Jan-Mar, Apr-Jun, Jul-Sep, Oct-Dec).
 - 2.3. In case where the actual charges are lower than the fixed charges, TMs can provide client-wise data of actual charges in terms of rupees on a daily basis. The cut-off time to provide the said details shall be **6:00 PM**. The same shall be provided as per format specified in **Annexure II**.
 - 2.4. Lower of the actual charges reported by TM and charges calculated on the fixed percentage shall be debited.

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- 2.5. In case the member does not provide the data for actual charges by the cutoff time, then the charges calculated based on the fixed percentage specified by TM shall be debited.
- 2.6. The charges shall be inclusive of brokerage as well all other fees and levies (except STT/stamp duty) that the TM wishes to recover from the client. The CC shall debit UPI blocks to the extent of obligation arising out of purchase/sale of securities, STT, stamp duty and TM charges.
- 2.7. The fixed percentage of each TM will be publicly disclosed by the CC on [https://www.nsclindia.com/ Clearing & Settlement/ Capital Market/ Trading supported by Blocked Amount/ UPI_TM_Charges](https://www.nsclindia.com/Clearing%20&%20Settlement/Capital%20Market/Trading%20supported%20by%20Blocked%20Amount/UPI_TM_Charges)
- 2.8. TM charges applicable for a client for a given day will be calculated and adjusted from pay-out due to the client or debited from UPI block to the extent of availability. In case of such charges exceeding the pay-out for the client and/or available UPI blocking after debit of settlement obligations, there will be no devolvement of such dues to the CM of the TM, unlike the case of regular pay-in obligations. However, the same will be reflected in funds shortage amount for the client and the same may be recovered any time in future, except de-registration of client, change of CM by TM, change of CC by CM etc.
- 2.9. Settlement of client-level obligations arising out of trades, STT and stamp duty will take priority over TM charges.
3. The TM charges collected from the clients will be paid out to the CM of respective TMs along with the pay-out. Report for trading/clearing member is provided in **Annexure III**.

For any further clarifications and queries kindly contact the help desk team.

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

**Onkar Phadnavis
Associate Vice President**

Telephone No	Email id
1800 266 0050 (Option 2)	nscl_funds@nscl.co.in

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Annexure I

FORMAT OF LETTER FOR TRADING MEMBER CHARGES FOR CLIENTS OPTED FOR TRADING SUPPORTED BY BLOCKED AMOUNT

On Letter Head of Trading Member

Date:

The Manager
NSE Clearing Ltd
Dear Sir/ Madam,

Sub: Trading Member Charges

We are interested in availing the facilities provided by NSE Clearing Ltd to collect the trading member charges from our clients who have opted for trading supported by blocked amount in accordance with the circulars issued by NSE Clearing Ltd from time to time.

We agree that NSE Clearing Ltd. shall not have any responsibility whatsoever in respect of trading member charges or any disputes related thereto. We shall abide by the circulars issued by NSE Clearing Ltd issued from time to time in this regard.

We therefore request you to activate for facility. Please find below the necessary details as required:

S No	Particulars	To be filled by the Member
1.	Trading Member Code	
2.	Trading Member Name	
3.	Segment for which application is being made	
4.	Percentage of Trading Member Charges	

Yours sincerely,

Authorized Signatory

Name:

Designation:

Signed copy of the letter shall be sent to nscl_funds@nscl.co.in subject "Trading Member Charges-<TMCODE>"

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Annexure II

FILE FORMAT FOR PROVIDING ACTUAL CHARGES ON DAILY BASIS BY TRADING MEMBER TO CLEARING CORPORATION

File Name: <TMCODE>_ TMCHARGES_DDMMYYYY_nn.csv

nn is the batch member. In case of any change member shall provide complete file (not incremental) within the cutoff time.

File format:

Trade Date	DD-MM-YYYY Example: 02-01-2024
TM Code	Trading member code
UCC	Client code
Amount	In Rupees upto 2 decimals

Instructions for providing the file:

- File shall be uploaded on member portal File Upload Path:-
<MEMBER CODE>/TMCHARGES/Upld
- Original file or revised file should be sent by 6:00 PM

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Annexure III

TM CHARGES REPORT (TMCHARGES)

Filename (for CM): C_<memcode>_TMCHARGES_<ddmmyyyy>.csv

Filename (for TM): C_<memcode>_T_TMCHARGES__<ddmmyyyy>.csv

Content:

Trade Date

Trading Member Code

Client Code

Gross Turnover

Fixed Percentage

TM Charges as per Fixed Percentage

TM Actual Charges Reported

Applicable TM Charges

Collected

Shortage