

NSE Clearing Limited

(Formerly known as National Securities Clearing Corporation Ltd.)

DEPARTMENT: FUTURES AND OPTIONS SEGMENT

Download Ref No: NCL/CMPT/65179

Date: November 22, 2024

Circular Ref. No: 143/2024

All Members,

Sub: Penalty and penal charges for Margin Violation

This is in partial modification to Item 16.7, Item 16 “VIOLATIONS AND PENALTY”, Part B of NCL Consolidated Circular reference no. 053/2024 (Download Reference no. NCL/CMPT/61801) dated April 29, 2024.

In respect of margin violations, penalty shall be levied on a monthly basis based on slabs as mentioned below or such other amount as may be specified for Clearing Corporation from time to time.

Instances of margin violations	Penalty to be levied
1 st instance	0.07% per day
2 nd to 5 th instance of disablement	0.07% per day +Rs.5,000/- per instance from 2 nd to 5 th instance
6 th to 10 th instance of disablement	0.07% per day+ Rs. 20,000 (from 2 nd to 5 th instance) + Rs.10,000/- per instance from 6 th to 10 th instance
11 th instance onwards	0.07% per day + Rs.70,000/- (from 2 nd to 10 th instance) + Rs. 50,000/- per instance from 11 th instance onwards.
	Additionally, the member will be referred to the Member Committee for suitable action.

Instances as mentioned above shall refer to all disablements during market hours in a calendar month.

The circular shall come into effect from **January 01, 2025**.

Members are requested to take note of the above.

For and on behalf of
NSE Clearing Limited

Huzefa Mahuvawala
Chief Risk Officer

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