National Stock Exchange of India Limited

Circular

Department: CAPITAL MARKET SEGMENT	
Download Ref No: NSE/CMTR/60813	Date: February 22, 2024
Circular Ref. No: 25/2024	

All Members,

Block Deal Window Mechanism for Exchange Traded Funds (ETFs)

Block deal is execution of large trades through a single transaction. SEBI has already permitted Exchanges to provide a separate block deal window to facilitate execution of large trades. NSE provides block deal window mechanism in the equity segment of the exchange. Details of the block deal window are provided in Annexure 1.

To enhance liquidity in units of Exchange Traded Funds (ETFs) on stock exchange platform, SEBI vide circular no SEBI/HO/IMD/DOF2/P/CIR/2022/69 dated May 23, 2022, had instructed Asset Management Companies (AMCs) that direct transaction with AMCs shall be facilitated for investors for redemption or subscription directly with the AMC for amount greater than INR 25 Cr.

Exchange hereby reiterates that ETFs are available for transacting in the existing block deal window mechanism in addition to transacting in normal trading segment to transact large trades in ETFs. All parameters in the block deal window such as order size of Rs 10 crores and above, price range of ±1% of the applicable reference price, reporting of deals, etc. as applicable for stocks are also applicable for ETFs.

Exchange conducts mock trading session in the Capital Market Segment every month. Members are requested to participate in the mock to familiarize themselves with block deal mechanism particularly with respect to ETFs.

For and on behalf of
National Stock Exchange of India Limited

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Associate Vice President

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Annexure 1

Brief Summary of Block Deal Window Mechanism on NSE

Parameters	Morning Window (First Session)	Afternoon Window (Second Session)
Symbol	Same symbol as normal market	Same symbol as normal market
Series	BL	BL
Trade time	8:45 am to 9:00 am	2:05 pm to 2:20 pm
Reference Price	Previous close price or adjusted close price / base price of the security	volume weighted average market price (VWAP) of the trades executed in the security in the cash segment between 01:45 PM to 02:00 PM
Price Range	±1% of the applicable reference price	±1% of the applicable reference price
Minimum Order Size	Rs 10 Crores	Rs 10 Crores

All parameters as mentioned in Consolidated circular download Ref No: NSE/CMTR/57270 dated June 26, 2023, for block deal session Chapter no 1.6 shall remain unchanged.