

ACTIONS FOR NON-COMPLIANCE

All members are required to ensure that they submit the documents mentioned in Annexure-II in the prescribed formats, as applicable, on or before September 30, 2017 in order to avoid any late / non-submission charges. Further, Non submission of any of the documents forming part of the Annual Return or submission of documents not in the prescribed formats would be construed as non-submission of **Annual Return** and non-submission charges would be levied as mentioned below:

- Rs.100/- per day of delay for the 1st month after due date till the date of submission
- Rs. 200/- per day of delay for the 2nd month after due date till the date of submission
- Rs.300/- per day of delay for the 3rd month after due date till the date of submission
- From 4th month after due date onwards, actions as may be decided by the relevant authority will be initiated.

Networth requirements:

All the members of the Exchange are required to maintain Networth at all points of time as prescribed by the Exchange. In case the Networth is below the prescribed minimum, the Exchange would initiate appropriate disciplinary action including the following:

I. For members of Capital market and Clearing Members of F&O and Currency Derivatives Segments

Category	Deposit to be blocked
Networth shortfall less than or equal to 10% of the prescribed minimum	10% of Total Deposits (cash and collateral)
Networth shortfall less than or equal to 20% of the prescribed minimum.	25% of Total Deposits (cash and collateral)
Networth shortfall less than or equal to 50% of the prescribed minimum.	50% of Total Deposits (cash and collateral)
Networth shortfall greater than 50%	90% of Total Deposits (cash and collateral)

II. For members of Debt segment and Trading Members in F&O and Currency Derivatives segment, who are not Clearing Members-

Category	Charges
Networth shortfall less than or equal to 10% of the prescribed minimum	Rs. 10,000/-
Networth shortfall less than or equal to 20% of the prescribed minimum	Rs. 15,000/-
Networth shortfall less than or equal to 50% of the prescribed minimum	Rs. 20,000/-
Networth shortfall greater than 50%	Rs. 30,000/-

It may be further noted that, the following cases shall be treated as Networth below the minimum where the shortfall is greater than 50% and appropriate actions as mentioned above will be initiated accordingly -

1. Non submission of Networth certificate
2. Calculation of Networth by method other than the applicable