

ACTIONS FOR NON-COMPLIANCE

All members are required to ensure that they submit the documents mentioned in Annexure I in the prescribed formats, as applicable, on or before January 31, 2021 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 Returns** and non-submission charges would be levied as mentioned below.

- Rs. 200/- per day of delay for the 1st month after due date till the date of submission
- Rs. 500/- per day of delay for the 2nd month after due date till the date of submission
- Non-submission beyond two months from the due date will result in disablement of trading facility across all segments after giving 2 weeks' notice.

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 Clearing Members of Capital Market, F&O, Currency Derivatives, Commodity and Debt 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 Trading Members in Capital Market, F&O, Currency Derivatives, Commodity and Debt segments, 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, calculation of Networth by method other than the applicable method, shall be treated as Networth below the prescribed minimum where the shortfall is greater than 50% and appropriate actions as mentioned above will be initiated accordingly.

In addition to the above mentioned disciplinary actions, any member reporting shortfall in networth as on March 31, 2020 and again failing to meet the minimum networth requirement in the current submission cycle (i.e. networth as on September 30, 2020), the trading rights of the member will be withdrawn.