

National Stock Exchange Of India Limited**Department : Inspection**

Download Ref No: NSE/INSP/39732

Date : December 21, 2018

Circular Ref. No: 353/2018

To All Members

Sub: Indicative Penalty structure for Margin Trading

This is in continuation to Exchange circular ref. no. NSE/INSP/36248 dated November 06, 2017 on the indicative penalty structure on various non-compliances.

Members are hereby advised to take note of the applicable penalties/charges/disciplinary actions for non-compliance of the Margin Trading provisions. The details are enclosed as **Annexure I & Annexure II**.

The penalty norms as mentioned in **Annexure 1** shall be applicable in respect of inspections commenced on or after the date of this Circular. The charges mentioned in **Annexure II** shall be applicable as per the below timelines:

Nature of violation	Applicability of penalty norm
Non/Delayed submission of half-yearly Net-worth certificate	Applicable for forthcoming submissions
Failing to report daily MTR file	Applicable w.e.f. January 01, 2019

It may be noted that the penalties/ disciplinary action(s)/charges are indicative in nature and could undergo change in specific cases depending on frequency and gravity of the violations. The penalties/disciplinary action(s)/charges actually levied are decided by the Relevant Authority of the Exchange. Penalty/disciplinary action in respect of violations having high impact would be dealt with on case to case basis depending on seriousness and gravity of such violations.

Members are advised to take note of the same and put in place appropriate systems and procedures in place so as to ensure adherence to the compliance requirements.

For and on behalf of**National Stock Exchange of India Limited****Srijith Menon**
Chief Manager-Inspection

In case of any clarifications, Members may contact our below offices:

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