

National Stock Exchange of India

Circular

Department: ENFORCEMENT	
Download Ref No: NSE/INSP/64144	Date: September 25, 2024
Circular Ref. No: 67/2024	

To All Market Makers,

Sub: The Penalties /disciplinary action(s) for non-participation in the scrip by the Market Maker in SME Segment.

This is in partial modification of the Exchange Circular No. 61/2022; Download Ref. No: NSE/INSP/53530 dated September 2, 2022 (serial number 4 of Annexure 3). The existing penalty structure has been reviewed and revised for providing framework for incremental penalties in case of repeat violations. The revised penalty structure is as follow:

Sr. No	Violation for non-participation in the scrip in a month	Penalty/disciplinary action	Penalty/disciplinary action in case of Repeat violation, if any, in the scrip in the subsequent 3 months from the date of previous Action letter / Order
4	1 day or less	Warning Letter to be issued	Rs. 1,000 for every single day
	For 2 days (at a stretch)	Rs.2,500	Prescribed monetary penalty + 50% Escalation
	More than 2 days and up to 5 days (at a stretch)	Rs.5,000	
	More than 5 days and up to 7 days (at a stretch)	Rs.15,000	
	More than 7 days and up to 15 days (at a stretch)	Rs.25,000	
	More than 15 days in a month (at a stretch)	Rs. 50,000 and intimation to merchant banker to consider appointing new market maker	

Actions on Merchant Bankers for non-compliances by the Market Makers in SME Segment shall be as per Exchange Circular No. NSE/CML/2024/27 dated September 25, 2024.

This Circular shall be applicable with effect from October 01, 2024.

For and on behalf of
National Stock Exchange of India Limited

Janardhan Gujran
Vice President -Enforcement