

National Stock Exchange of India Limited

Circular

DEPARTMENT: INSPECTION	
Download Ref No: NSE/INSP/70711	Date: October 8, 2025
Circular Ref. No: 62/2025	

To All Members,

Sub: Review, Appeal or Waiver of penalty requests emanating out of actions taken by the Exchange and Member Committee

This is with reference to Exchange Circular Ref. No. NSE/INSP/69613 dated August 12, 2025 on the subject.

Trading Members may note that:

- Requests for review, appeal or waiver of penalty filed against actions taken by the Exchange as per pre-approved policy/structure on regulatory action shall continue to be placed before the Member Committee (MC).
- Requests for review, appeal or waiver of penalty filed against actions taken by MC from date of implementation of SEBI circular dated August 05, 2025 i.e. Review cases received on the action taken by MC in their meetings held after September 19, 2025 (i.e. 45th day of issuance of SEBI Circular) shall be handled by a mechanism setup by the Governing Board of MII (viz. Review Panel) comprising of Public Interest Directors and/or Independent External Professionals not forming part of MC.

Trading Members may file review, appeal or waiver requests, if any, against the decisions of the MC / Exchange within 45 days from the date of issue of Original Order / Original Action Letter, supported by complete documentary evidence. Review requests filed without complete / adequate documentary evidence or filed post 45th day shall not be considered by the Exchange.

The Exchange shall examine review, appeal or waiver requests submitted by the trading member and the same shall be placed before MC / Review Panel, as applicable. Review decisions shall be communicated vide Review Orders / Review Action Letters.

For any further appeal against review decisions of MC / Review Panel, Trading Members may approach appropriate authority in accordance with applicable laws.

National Stock Exchange of India Limited

Process to apply for review of penalty shall be as follows:

- Trading Members are requested to send the review requests pertaining to Inspection observations through Member portal using the following link:
<https://enit.nseindia.com/MemberPortal/>
- A detailed process to apply for review request is enclosed in **Annexure - A**
- A non-refundable fee of Rs. 10,000/- + GST shall be charged to the Trading Member for a review request per Original Order / Original Action Letter. The said processing fees shall be credited to the Investor Protection Fund Trust of NSE.

In case the Trading Members have any queries relating to the review requests, they may reach out to the Enforcement department at dl-insp-enforcement@nse.co.in with the subject line “**Query_ Review Request_Case ID_TM Name**”.

Trading Members are requested to take note of this circular and comply.

For and on behalf of
National Stock Exchange of India Limited

Kapil Marwah
Associate Vice President

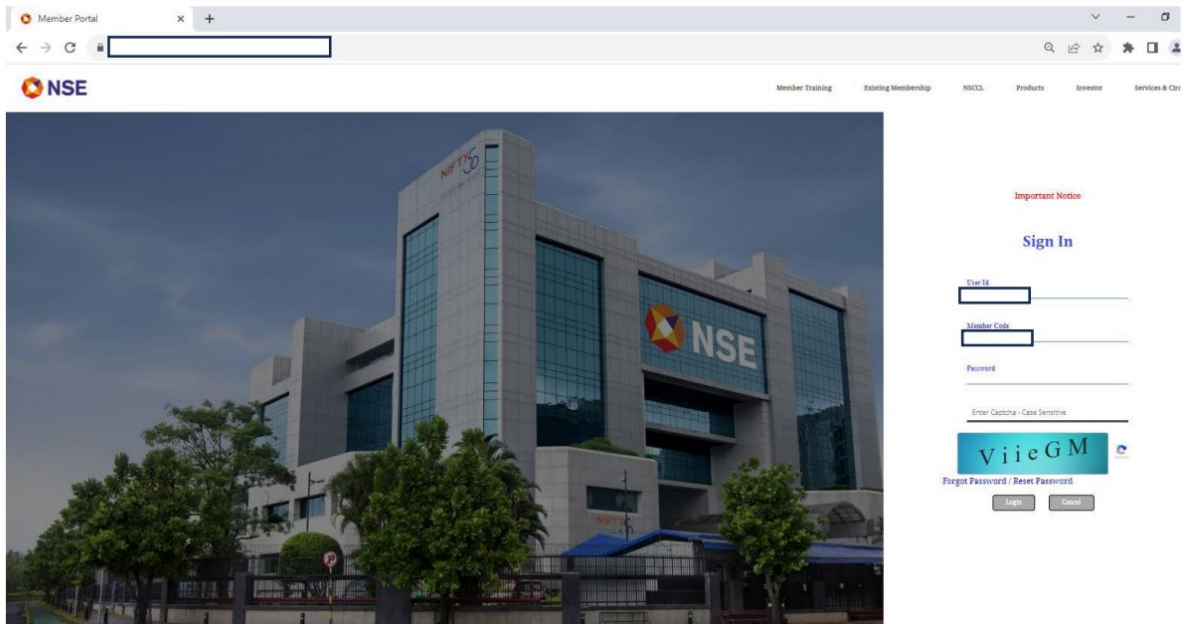
In case of any clarifications, Members may contact our below offices:

Regional Office	CONTACT NO.	E MAIL ID
Ahmedabad (ARO)	079-65278024/55	inspectionahm@nse.co.in
Chennai (CRO)	044- 66309915/17	inspection_cro@nse.co.in
Delhi (DRO)	011-23459146/ 127/144/ 147	delhi_inspection@nse.co.in
Kolkata (KRO)	033-40400412 / 59	inspection_kolkata@nse.co.in
Mumbai (WRO)	022-61928200	compliance_wro@nse.co.in
Central Help Desk	compliance_assistance@nse.co.in	

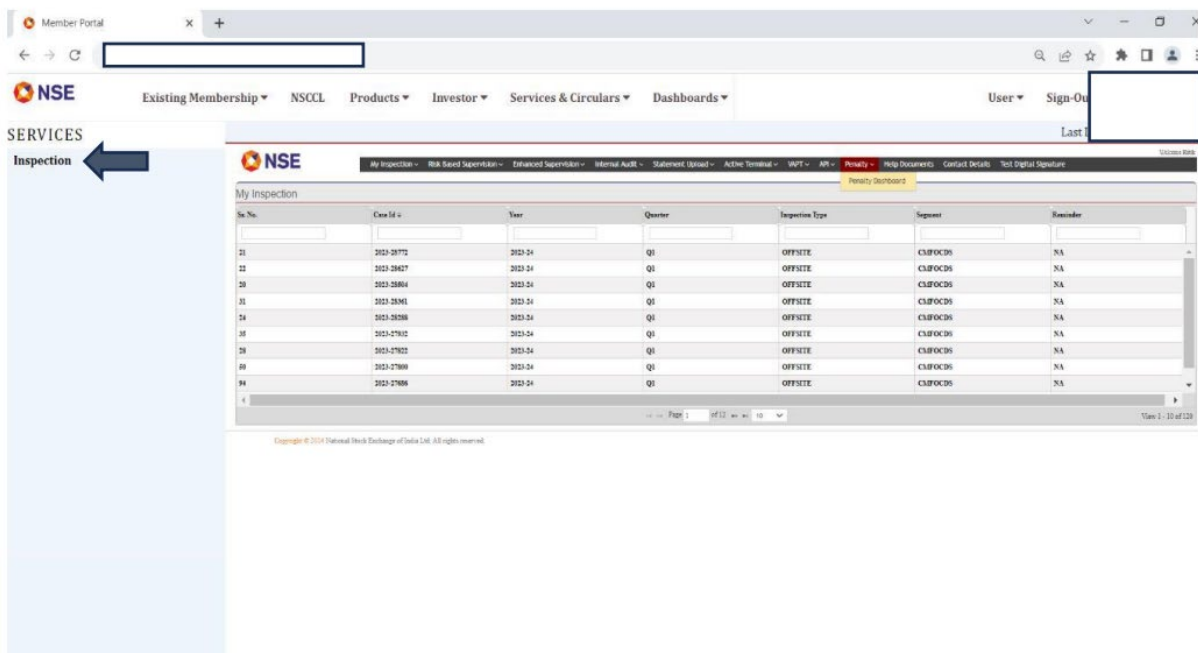
Annexure – A

Process to apply for review of penalty shall be as follows:

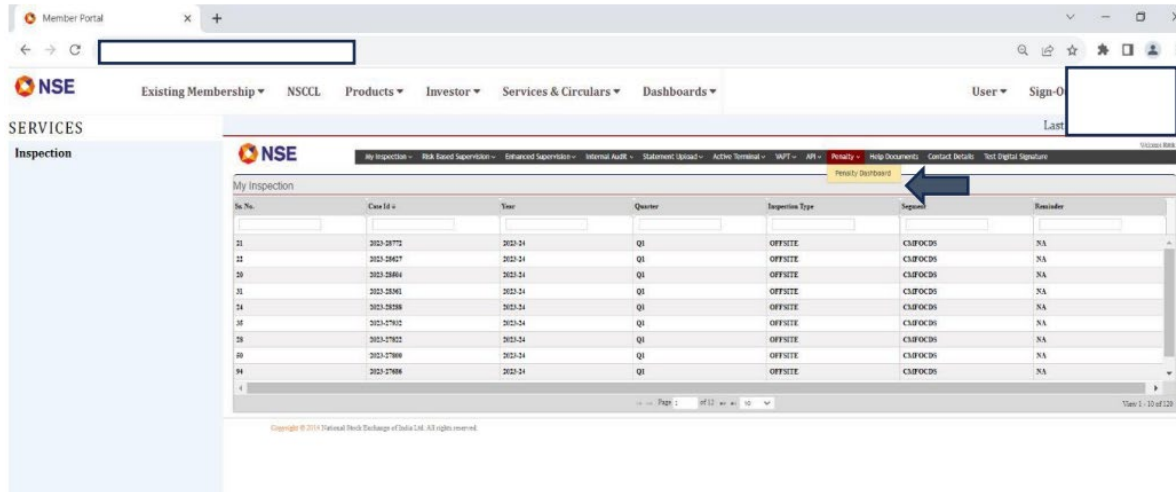
1. Open the exchange member portal. Login to existing URL using your user id, trading member code and password.



2. Select the 'Inspection' service from the services tab.

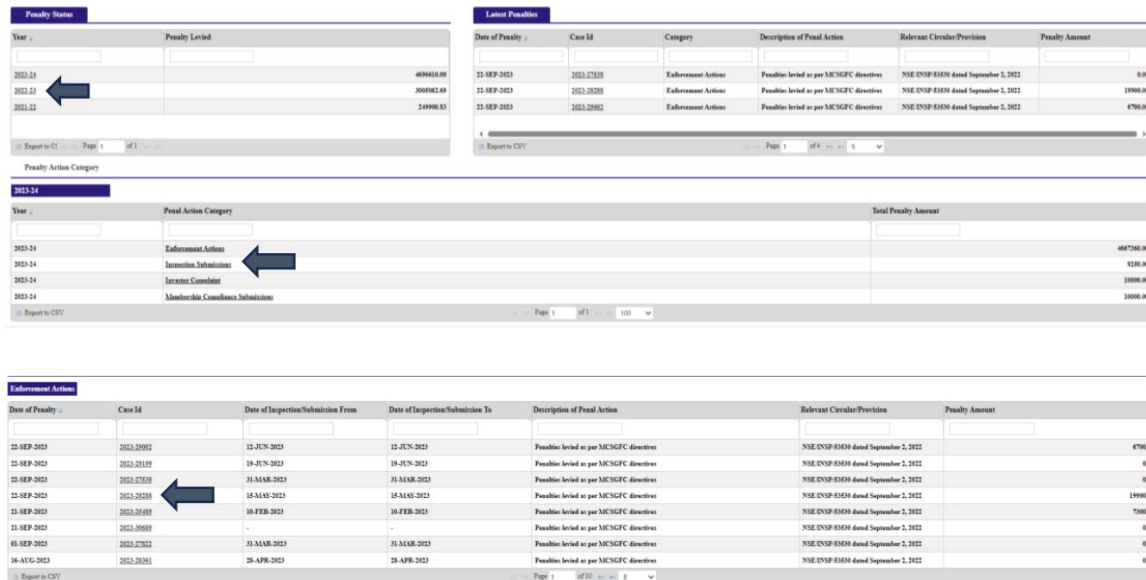


3. Hover the cursor over the 'Penalty' tab from the menu bar. Select 'Penalty Dashboard' under 'Penalty'.



The screenshot shows the NSE Member Portal interface. The top navigation bar includes 'Existing Membership', 'NSCL', 'Products', 'Investor', 'Services & Circulars', and 'Dashboards'. The 'Penalty' tab is highlighted in the menu bar, and a blue arrow points to the 'Penalty Dashboard' link in the dropdown menu. The main content area displays a table titled 'My Inspection' with columns for 'No. No.', 'Case Id', 'Year', 'Quarter', 'Inspection Type', 'Inspection', and 'Reminder'. The table lists several inspection records for the year 2023.

4. Once the dashboard is open, you may select the details of penalties levied by various departments in a single screen at a click of the button. The details of penalties are provided year wise and function wise as you drill down the dashboard.



The screenshot shows the 'Penalty Dashboard' with three sub-sections:

- Penalty Status:** A table showing penalty status for the year 2023. It includes columns for 'Year', 'Penalty Levied', and 'Amount'. A blue arrow points to the 'Penalty Levied' column.
- Latest Penalties:** A table showing the latest penalties. It includes columns for 'Date of Penalty', 'Case Id', 'Category', 'Description of Penal Action', 'Relevant Circular/Provision', and 'Penalty Amount'. A blue arrow points to the 'Category' column.
- Penalty Action Category:** A table showing penalty action categories for the year 2023. It includes columns for 'Year', 'Penal Action Category', and 'Total Penalty Amount'. A blue arrow points to the 'Penal Action Category' column.


5. Select the year from the below table.

Penalty Status		Expected Penalty		IGRP / ARB		Directions		Latest Penalties							
Year		Penalty Levied		Date of Penalty		Case Id		Category		Description of Penal Action		Relevant Circular/Provision		Penalty Amount	
<div></div>		<div></div>		<div></div>		<div></div>		<div></div>		<div></div>		<div></div>		<div></div>	
2024-25		0.00													
2023-24		0.00													
2022-23		0.00													

8. Upon selecting the case ID, the below tab will open. Click on the 'Link'

30-OCT-20242024-4336Enforcement Actions

Case Details

Case Id	
Date of LO / SCN	12-JUL-2024
Date of reply	22-JUL-2024
Date of additional submission	-
Date of meeting/hearing	-
Date of action taken	30-OCT-2024
Period of inspection/submission	20-MAY-2024 to 24-MAY-2024
Action taken / penalty levied	25000.00
Action Letters / Orders Link	727.pdf
Click on the link to submit review request	 Link

Violation	Circular	Action Taken	Penalty Levied	Directions
Member has not done settlement of clients securities within one working day from the payout date.	Exchange Circular dated Dec 03, 2009 NSE/INSP/13606, Circular dated Feb 03, 2010 NSE/INSP/14048 , Circular dated June 17, 2010 NSE/INSP/15008, Circular dated Sep 07, 2012 NSE/INSP/21651 and Circular NSE/INSP/24849 dated October 29, 2013 and NSE/INSP/33276 dated September 27, 2016 and NSE/INSP/36889 dated 02 February, 2018, NSE/INSP/41359 dated June 20, 2019, NSE/INSP/42000 dated August 29, 2019, NSE/INSP/42052 dated September 04, 2019, NSE/INSP/42229 dated September 27, 2019, NSE/INSP/43250 dated January 16, 2020 and	Monetary Fine	25000.00	na

9. Upon clicking on the link, the below screen will appear. The details of the Compliance Officer will be auto populated. The Member are required to enter the details of the authorised personnel submitting the review request which shall include Compliance Officer/ Director / Key Managerial Personnel.

Capture Review Request

Case ID: [] Segment: CMFOCD5 Activity: OFFSITE Inspection Year: 2024-25 Case Status: AL Approved & Dispatched

Name of Compliance Officer: [] Mobile No. of Compliance Officer: []

Violation	Category	Fine Levied	Fine Deducted	Action Taken	Observation Given
Member has not correctly reported the data towards "Segregation and Monitoring of Collateral at Client Level" to Clearing Member/Clearing Corporation	B			Advice	<input type="checkbox"/>
Incorrect reporting of margin/ MTM loss collection from clients to Exchange	A	30900	0	Monetary Fine	<input type="checkbox"/>

Page 1 of 1 View 1 - 2 of 2

Name of the official submitting review request*: [] Designation of the Official*: [] Mobile No.*: [] Email ID*: []

Submit Review Request

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10. Once the details are added, the Member will click on the violation for which review request is to be raised. Upon clicking the violation, a disclaimer message will appear. The members are required to click on the 'ok' button only if the reason for review request is among the options available.


Capture Review Request

Back

Violation: Member has not correctly reported the data towards "Segregation and Monitoring of Collateral at Client Level" to Clearing Member/Clearing Corporation

Select Reason for Review: --Select-- Review Request Status: :

Disclaimer*

 Pursuant to the deletion of power of review from the NSEIL Rules, there is no provision for filing review by the Trading Members. The said amendment has been notified to the market vide Exchange Circular no. NSE/LEGAL/42768 dated November 28, 2019. The amended Rule 17 of NSEIL provides as under:

"Subject to the provisions of the Securities Contracts (Regulation) Rules, 1957, the relevant authority may of its own motion within 90 days from the date of communication of decision of the relevant authority to the member reconsider and may rescind, revoke, or modify its resolution withdrawing all or any of the membership rights or fining, censuring, or warning any trading member."

The review request can be submitted on the following grounds:

- a. Omission/ Error on records
- b. Non-consideration of document

OK

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11. The Members shall select the relevant ground for review request as per the options available below:

The screenshot shows the 'Capture Review Request' form. At the top, there is a 'Back' button. Below it, a violation message is displayed: 'Violation: Member has not correctly reported the data towards "Segregation and Monitoring of Collateral at Client Level" to Clearing Member/Clearing Corporation'. The 'Select Reason for Review' dropdown menu is open, showing three options: '--Select--', 'Non-consideration of documents', and 'Omission/Error on records'. The 'Review Request Status' field is empty.

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12. The Members are required to enter their submissions for the selected violation in the comment box and attach all the relevant documents in the attachment tab. In case of multiple files, Members can upload a zip file.

The screenshot shows the 'Capture Review Request' form with the 'Non-consideration of documents' option selected. The 'Observation' section contains the following text: 'During inspection it was observed that trading member has reported incorrect data towards Segregation and Monitoring of Collateral at Client Level to Clearing Member/Clearing Corporation as on April 02, 2024. (Not in accordance with Exchange Circular NSE/INSP49691 dated September 22, 2021, Exchange Circular NSE/INSP50089 dated October 22, 2021 & NSE/INSP57639 dated July 26, 2023)'. The 'Details are as follows' section shows the 'Review Request No.' as 'NSE/INSP667007'. The 'Upload/Submit all the documents to the Exchange for the violation requiring review' section has a 'Choose Files' button and a text area for the 'Review Request Description*'. A 'Disclaimer*' is provided at the bottom, stating that the review request can be submitted on the following grounds: a. Omission/ Error on records b. Non-consideration of document. A 'Save' button is located at the bottom right.

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13. After entering the submissions and uploading the relevant documents, the Members shall click on the "Submit review request" tab. The progress of the case can be tracked in the penalty dashboard from the "Case Status" tab.