

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

Download Ref No: NSE / SURV / 43565

Date: February 14, 2020

Circular Ref. No: 93 / 2020

To All NSE Members**Sub: Long -Term Additional Surveillance Measure (LT- ASM) framework - Update**

This is in partial modification to Exchange Circular nos. NSE/SURV/39265; NSE/SURV/42633 and NSE/SURV/43281 dated October 27, 2018; November 08, 2019 and January 20, 2020 respectively regarding Additional Surveillance Measure (ASM) framework.

As per the Joint Surveillance meeting of Exchanges and SEBI held on February 14, 2020 the following revised criteria shall be applicable for shortlisting of stocks under the Long Term ASM framework:

- 1)** High–Low Price Variation (based on corporate action adjusted prices) in 3 months $\geq$ (150% + Beta (β) of the stock * Nifty 50 variation)

AND

Concentration of Top 25 clients $\geq$ 30% of combined trading volume of NSE+BSE in the stock in last 30 days.

AND

Market Cap > Rs. 200 Crore as on review date

- 2)** Close–to–Close Price Variation (based on corporate action adjusted prices) in the last 60 trading days > (100% + Beta (β) of the stock * Nifty 50 variation).

AND

Concentration of Top 25 clients $\geq$ 30% of combined trading volume of NSE+BSE in the stock in last 30 days.

AND

Market Cap > Rs. 200 Crore as on review date

- 3)** Close–to–Close Price Variation (based on corporate action adjusted prices) in 365 days greater than > (100% + Beta (β) of the stock * Nifty 50 variation)

AND

High–Low Price Variation (based on corporate action adjusted prices) in 365 days > (200% + Beta (β) of the stock * Nifty 50 variation)

AND

Market Cap > Rs. 500 Crore as on review date

AND

Concentration of Top 25 clients $\geq$ 30% of combined trading volume of NSE+BSE in the stock in last 30 days.

- 4)** Average daily Volume in a month is $\geq$ 10,000 shares & monthly volume variation in a stock is > 500% of Average daily volumes in preceding 3 months at both Exchanges (NSE and BSE)

AND

Concentration of Top 25 clients $\geq$ 30% of combined trading volume of NSE+BSE in the stock in last 30 days.

AND

Average Delivery % is less than 50% in last 3 months

AND

Market Capitalisation > Rs. 500 Crore as on review date

AND

Close–to–Close price variation (based on corporate action adjusted prices) in last one month $\geq$ (50% + Beta (β) of the stock * Nifty 50 variation)

- 5)** Close-to-Close price variation $\geq$ 25% + (Beta (β) * Nifty Variation) in a month

AND

PE negative OR > 2 times of Nifty 50 PE

AND

Market Cap < Rs. 500 Crore as on review date

- 6)** Close-to-Close price variation of the SME stock $\geq \pm 25\%$ + (Beta (β) of the stock * NIFTY SME EMERGE Index Variation) in 15 days

OR

Close-to-Close price variation of the SME stock $\geq \pm 50\%$ + (Beta (β) of the stock * NIFTY SME EMERGE Index Variation) in 30 days

OR

Close-to-Close price variation of the SME stock $\geq \pm 90\%$ + (Beta (β) of the stock * NIFTY SME EMERGE Index Variation) in 3 months

AND

PE of the stock is negative OR PE of the stock ≥ 2 times the PE of NIFTY SME EMERGE Index.

Note:

For stagewise surveillance action on SME stock after inclusion in Long Term ASM criteria 6:

- i. Price variation $\geq (\pm 25\% + \text{Beta } (\beta) \text{ of the SME stock} * \text{NIFTY SME EMERGE Index Variation})$ shall be considered.
- ii. Concentration of top 25 clients excluding market makers shall be considered.

All other provisions of the aforesaid circular(s) remain unchanged.

The aforesaid revised criteria for shortlisting securities shall be effective from February 19, 2020.

For National Stock Exchange of India Limited

Piyush Tanna
Chief Manager
Surveillance

Telephone No	Email id
+91-22-26598129 / 26598166	surveillance@nse.co.in