

FAQs on SME Market Maker Registration

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Background:

The member brokers desirous of acting as a market maker on the "Emerge" NSE SME Platform are required to apply for one-time registration as market maker.

SME market maker registration**1. What are the pre-requisites for Registration as Market Maker?**

- Only trading members of Capital Market Segment of NSE will be eligible to apply for registering as market makers.
- At the time of application as Market Maker, the Market Maker should meet the minimum net worth of Rs. 1 crore (as per computation methodology stipulated for membership of the NSE Capital Market Segment). For the purpose of this clause, the existing net worth, as specified by NSE for the Capital Market Segment will be considered.
- Digital Submission of application on ENIT.

Note: Post registration, Market Maker who wants to facilitate market making for multiple companies is required to have enhanced net worth as per grid provided in Exchange circular NSE/MSD/58186 dated August 31, 2023.

2. How should I submit request for Registration as Market Maker?

Trading Members intending to register as market maker in SME platform, are required to digital submit the application alongwith required documentation on ENIT in the following path ENIT > Membership > Market Maker SME > Registration.

3. What are the list of documents required for applying for registration as Market Maker?

- Members are required to attach copy of Board Resolution/Authority Letter for availing registration as Market Maker
- Members are also required to provide the amount of latest Net worth as submitted to the Exchange in the digital form.

4. Where can I find the formats for SME Market Maker registration documents that are needed to be submitted to the Exchange?

The application for SME market making is accepted digitally alongwith the Board Resolution. The application form is inbuilt into ENIT system and there is no physical application form required to be submitted.

The applicant needs to upload self-certified copy of Board Resolution in the ENIT application.

Following is the path on the following path ENIT > Membership > Market Maker SME > Registration.

Members may refer circular NSE/SME/MEM/21427 dated August 06, 2012, for complete details with regards to SME market making

5. How do I check if my registration request as SME Market Maker has been completed?

Once the request is processed by the Exchange; the status of the same is updated in the ENIT within T+2 working days.

Upon approval of the request by Exchange, an intimation of the approval for registration as Market Maker on SME segment is shared by the Exchange on your registered correspondence email ID in the exchange records. Further, a digital letter of registration as market maker is also downloaded on Extranet under path:

The aforesaid letter can be accessed by members on FTP path: memltrs > Dnld

Further, upon registration; the name of Market Maker is included in the list of registered market makers on the Exchange Website on following path:

[Emerge SME Market Makers List - https://www.nseindia.com/products-services/emerge-sme-market-makers-list](https://www.nseindia.com/products-services/emerge-sme-market-makers-list)

6. Where to place request for getting enabled as market maker for specific securities?

Members can send their requests for the following services through ENIT application for SME scrips:

- Appointment of Market Maker (new market maker / new user id mapping)
- Discontinuation of Market Maker
- Change of Market Maker

Members can login to member portal and access the module on path:

- ENIT-NEW-TRADE > Trade > Market Maker > Appointment of Market Maker
- ENIT-NEW-TRADE > Trade > Market Maker > Deactivation of Market Maker

Further members may refer circular NSE/MSD/43522

7. What is the enhanced net worth criteria for market making in multiple scripts.

The member who wishes to become a market maker, is required to have minimum INR 1 crore net worth irrespective of number of companies undertaken for market making. The market maker who wants to facilitate market making for multiple companies is required to have enhanced net worth based as per following table:

Minimum Net-worth (in Crs.) for market making	Number of SME companies
1	0 to 5
1.5	6 to 10

2	11 to 15
2.5	16 to 20
3	21 to 25
3.5	26 to 30
4	31 to 35

8. What is the cut-off time for submitting request for conversion of market maker user id?

The cutoff time for submitting the request for conversion of market maker is till 12:00 PM IST on T-1 day, where T stands for the effective date (effective date is the date of commencement of market making)

9. What is the TAT for conversion of market maker user id?

Conversion of market maker user id request is processed at EOD before the effective date

10. Can market making be done through corporate manager user id?

No market making cannot be done through corporate manager user id.

11. We need to do market making from more than 1 user id. What is the process to add additional user ids for market making for existing scripts?

Details for submission of request for additional user ids are mentioned under NSE circular NSE/MSD/43522 dated February 13, 2020. Please refer the user manual for more details.

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