**Annexure VI**

**ASP-TM enrollment form**

(To be executed on letter head of the Service Provider)

|  |  |
| --- | --- |
| **Particulars** | **Details** |
| **Trading Member Code** |  |
| **Trading Member Name** |  |
| **Segment** | (CM/FO/CD/CO) |
| **Product Type** | (CTCL/IBT/STWT/DMA) |
| **In case of STWT, whether IBT approval is taken.\*** | (Yes/No/Applied) |

\*SEBI registered brokers who provide Internet Based Trading as specified by SEBI circular no. SMDRP/POLICY/CIR-06/2000 dated January 31, 2000 shall be eligible to provide securities trading using wireless technology.

We \_\_\_\_\_\_\_\_\_\_\_\_\_\_, having our registered office at \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and represented by \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and hereinafter referred to as SERVICE PROVIDER are providing to M/s.\_\_\_\_\_\_\_\_\_\_\_, having their registered office at \_\_\_\_\_\_\_\_\_\_\_\_\_ who are trading members of the \_\_\_\_\_\_\_\_\_\_\_\_\_ segment/s of National Stock Exchange of India Limited, and hereinafter referred to as MEMBER, services (interalia including software / hardware / applications / infrastructure etc.) to avail NNF facility. We hereby certify that the software / system provided by us complies with all the stipulations and directives of SEBI & the Exchange in this regard.

**NOTWITHSTANDING the generality of the above, the software provided by us complies with the following provisions in particular as directed by SEBI / the Exchange.**

* Access for order routing is permitted only through the use of specific User ids
* The access is permitted only through the use of specified password (private code)
* The system provides for automatic expiry of passwords at the end of a reasonable duration and reinitializing of access on entering fresh passwords.
* The system has provision for security, reliability and confidentiality of data related to members and clients.
* Records maintained in electronic form are not susceptible to manipulation.
* All transaction logs are maintained with proper audit facilities
* There are adequate provisions in respect of physical security of the hardware / systems at the hosting location and controls on admission of personnel into the location (audit trail of all entries-exits at location etc.)
* There is role-based access control of the SERVICE PROVIDER's staff to the system and audit trail of all access by the staff
* Logic / priorities similar to those used by the Exchange are used to treat orders
* Provision for maintenance of all activities / alerts log with audit trail is available
* Server internally generates unique numbering for all orders / trades
* Adequate provisions for backup systems and data storage capacity are available
* There are adequate provisions for system redundancy, fault tolerance and load balancing as well as database redundancy and standby databases (hot standby / cold standby)
* Adequate provisions for capacity planning including provisions to monitor system capacity utilisation and scalability of system on capacity utilisation are available
* An alternative means of communication is arranged for in case of link failure / Exchange link failure
* The software provides for reconfirmation of orders which are larger than that as specified by the member's risk management system. In this regard the system is capable of assessing the risk as soon as the order comes in and shall inform the acceptance/rejection of the order within a reasonable period
* The software provides a system-based control facility on the trading limits and exposures
* All orders entered into the system are offered to the market for matching and no cross trades are generated
* The software has the facility of providing the reports on margin requirements, payment and delivery obligations etc through the system
* The risk management systems take into account overall positions of clients irrespective of the medium of trading.
* The software provides for appropriate authority levels to ensure that the limits can be setup only by the persons authorized by the risk / compliance manager.
* Whether the broker’s server, routing the orders to the Exchange trading system is located in India.

**Additionally, following provisions are applicable for IBT and/or STWT if availed:**

* Secured socket level security for server access through Internet /Wireless technology is available
* Suitable firewalls between trading set-up and Internet trading/Wireless technology trading services are available
* The optional advanced security products used for e-commerce, including SMART cards, dynamic password and level of encryption (in line with the SEBI’s directives and DOT policy and regulation), second level passwords are available.
* Between the trading web server and trading client terminals, interfaces standards as per recommendations of IETF and W3C (e.g. HTTP ver 4 or above, HTM ver 4/XML) are adopted
* The web site providing the Internet based trading facility contains information meant for investor protection such as rules and regulations affecting client broker relationship, arbitration rules, investor protection rules, etc. The web site also provides and displays prominently hyper link to the web site/page on the web site of the Exchange displaying rules/regulations/circulars.
* The web site displays the ticker/quote/order book of the Exchange along with the date and time stamp as well as the source of the information.
* The software provides for sending of the order/trade confirmation through email and/or on the device used for STWT at clients' discretion at the time period specified by the client in addition to the other mode of display of such confirmations on real time basis on the web site. The web site allows for specifying the time interval on the web site itself by the client.
* Whether Network security protocols and interface standards as per prevalent industry standards are available.
* Whether the software provides Order confirmation on submitting the order, Order modification / cancellation facility, Trade confirmation along with history of trades for the day.
* Whether the system has secure access, encryption and security of communication for securities trading using wireless technology and in line with the SEBI’s directives and DOT policy and regulation regarding level of encryption.
* Whether Adequate measures are in place for user identification, authentication and access control using means such as user-id, passwords, smart cards, biometric devices or other reliable means, to prevent misuse of facility by unauthorized persons.
* Whether the session login details are stored on the devices used to securities trading using wireless technology

Signed by the Authorised signatory/s of the SERVICE PROVIDER

Date:

Place:

We, \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ having our registered office at \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and represented by \_\_\_\_\_\_\_\_\_\_\_ are MEMBER on the \_\_\_\_\_\_\_\_\_\_\_ segment/s of the Exchange. We confirm and certify that the NNF software / system provided by the SERVICE PROVIDER has undergone tests by us and we are satisfied that it complies with the stipulations of SEBI and the Exchange. We also undertake to get the software / system modified, if necessary to continue compliance with the requirements of the Exchange, DOT policy and regulations with regard to levels of encryption, etc, SEBI directives and other statutory requirements etc. as may be issued in this regard from time to time.

Countersigned by the Authorised signatory/s of the MEMBER

Date:

Place: