**Annexure–XII**

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

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| **Sr. No.** | **Requirement** | **Whether Complied**  **(Yes / No)** |
|
| 1 | All transaction logs are maintained with proper audit facilities along with unique numbering for orders/trades (a write-up in this regard shall be enclosed) |  |
| 2 | Logic/priorities similar to those used by the Exchange is used to treat client orders. |  |
| 3 | Provision for maintenance of all activities / alerts log with audit trail available |  |
| 4 | Smart order routing (SOR) server internally generates unique numbering for all client orders/ trades. |  |
| 5 | Adequate provisions for maintaining back-up systems and data storage capacity are available. |  |
| 6 | Adequate provisions for capacity planning including provisions to monitor system capacity utilisation and scalability of system on capacity utilisation are available |  |
| 7 | An alternative means of communication is arranged for in case of link failure ( A write up shall be provided in this regard) |  |
| 8 | The software provides for routing of orders through electronic / automated risk management systems of the broker to carry out appropriate validations of all risk parameters including Trading Limits, Position Limits and Exposure taken by client based on risk assessment, credit quality and available margins of the client. The software also provides for appropriate validations for Quantity Limits, Price Range Checks, Order Value, and Credit Checks before the orders are released to the Exchange |  |
| 9 | The software provides for Net position that can be outstanding so as to fully cover the risk emanating from the trades with the available margins of the specific client. |  |

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| --- | --- | --- |
| 10 | 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. |  |
| 11 | All orders entered into the Smart order routing (SOR) system are offered to the market for matching and no cross trades are generated. |  |

We undertake that we would take all necessary steps to ensure that every new software and any change thereupon to the trading and/or risk management functionalities of the software will be tested as per the framework prescribed by SEBI / stock exchange before deployment of such new / modified software in securities market.

We undertake to ensure that approval of the stock exchange is sought for all new / modified software and will comply with various requirements specified by SEBI or the stock exchange from time to time with regard to usage, testing and audit of the software.

We undertake that the absolute liability arising from failure to comply with the above provisions shall lie entirely with us.

We certify that all the statements are true and correct to the best of our knowledge. We are aware that in case any of the statements are found to be incorrect or false, we are liable for disciplinary action.

Signed sealed and delivered by the Authorized representative of the Member

Date:

Place: