

 **NSE** An investment called India



**Investment opportunities in emerging companies**



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**SME PLATFORM - EMERGE**

# NSE EMERGE – Salient Features

- ❑ Trading on NSE Capital Market segment
- ❑ SME securities trade in Call auction or in Continuous market
- ❑ Market making for every security
- ❑ A market maker provides bids and offers
- ❑ All trades settled along with equity market on T+2

# NSE EMERGE – Market Parameters



## □ Call Auction

- Market Timings 11 AM to 12 Noon
- Market type “C” and Series “SM”
- System Driven Random closure during the last 5 minutes
- Limit & market orders (ATO-At Open) allowed
- All trades executed at single price - Equilibrium price based on demand supply

# NSE EMERGE – Price Dissemination



- ❑ Market maker quotes highlighted with # in order book
- ❑ Market depth
  - Indicative Equilibrium price
  - Best 4 orders, market orders(ATO) and total quantity on both sides
  - % change of EP to previous day's close price
- ❑ Price information published at EOD on “Emerge”

# What is Equilibrium price (EP)

- ❑ Equilibrium price is the price at which maximum quantity can be matched
- ❑ If there is more than one price point with same match quantity, then equilibrium price will be the price with minimum imbalance (unmatched) quantity
- ❑ If there is more than one price point with same imbalance quantity then the equilibrium price will be the price nearest to previous day's close price

## What is Equilibrium price (EP)

- ❑ In case previous day's close price is a mid point of both the prices, then equilibrium price will be same as previous day's close price
- ❑ If there are only market orders (ATO) on both buy and sell sides, they shall be matched at previous day's close price
- ❑ Market maker orders will not be matched with other market maker orders

## If you are a trading member

- ❑ In the cash market
- ❑ No new user id, same login, No new NCFM certificate to login
- ❑ No new terminal, on the same terminal
- ❑ No new risk management, same risk management as cash market
- ❑ No new settlement cycle, T+2 along with cash market
- ❑ No new reports, all part of cash market reports

## If you are an investor

- ❑ No new KYC
- ❑ No new demat account or bank account
- ❑ Trade verification on the exchange, same as in cash market
- ❑ SMS alert for trade on the exchange, same as in cash market
- ❑ Investor grievances, provided by Exchange



**THANK YOU**