

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

Download Ref No: NSE/INSP/45193

Date : July 31, 2020

Circular Ref. No: 48/2020

To All Members,

Sub: Clarifications on submission of Holding Statement

Member's attention is drawn to Exchange circulars NSE/INSP/39393 dated November 13, 2018, NSE/INSP/39855 dated January 03, 2019, NSE/INSP/40743 dated April 12, 2019, NSE/INSP/41711 dated July 25, 2019 and NSE/INSP/43213 dated January 14, 2020 on the submission of Holding Statement.

Based on the submissions made by the Members till date, it has come to the notice of the Exchange that certain Members are incorrectly reporting Holding Statement to Exchange. Some of the common reasons of incorrect holding are listed out in enclosed **Annexure A**.

Further, Members are also requested to note that based on Holding Statement uploaded by trading members along with corresponding trade data across Exchanges, Depositories' data relating to transfer of securities and submissions made to Clearing Corporations, SEBI has been generating mismatch alerts with respect to transaction level reconciliation of client securities periodically.

In view of the same, members are advised to take note of common reasons of incorrect holding and accordingly, upload correct data in Holding Statement.

All members are advised to strictly comply with the same.

For and on behalf of**National Stock Exchange of India Limited****Naresh Sawana****Senior Manager-Inspection**

Enclosed: Annexure A

In case of any clarifications, Members may contact our below offices:

Regional Office	CONTACT NO.	E MAIL ID
Ahmedabad (ARO)	079-49008632	inspectionahm@nse.co.in

Chennai (CRO)	044- 66309915/17	inspection_cro@nse.co.in
Delhi (DRO)	011-23459127 / 38 / 46	delhi_inspection@nse.co.in
Kolkata (KRO)	033-40400411 / 06	inspection_kolkata@nse.co.in
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Annexure A

S.No.	Common Reasons of Incorrect Holding Statement
1	Corporate action Quantity is incorrect
2	Wrong ISIN
3	Wrong PAN of client
4	Incorrect Fraction Quantity in case of mutual funds
5	Non reporting of Client Securities holding in EPI/CUSA/POOL a/c
6	Holding statement is not prepared on the basis of execution date i.e. date of actual movement (receipt/delivery) of securities
7	Non reporting of Quantity marked for delivery in NSDL Pool a/c in Holding of T/ T+1 days
8	Holding Statement for all days of a week (i.e. Monday to Saturday irrespective of trading holiday) are not uploaded
9	Securities transferred to clients are not reduced from Holding
10	Guidelines with respect to use of Action Tag “A”(Addition), “U”(Updation) & “D”(Deletion) as per circular NSE/INSP/41711 are not followed