

National Stock Exchange Of India Limited
Department : SURVEILLANCE

Download Ref No: NSE / SURV / 46557

Date : December 04, 2020

Circular Ref. No: 719 / 2020

To All NSE Members
Sub: Additional Surveillance Measure (ASM) framework - Update

This is with reference to partial modification to Exchange Circular nos. NSE/SURV/39265 dated October 27, 2018 and NSE/SURV/41665 dated July 19, 2019.

As per the joint Surveillance meeting of Exchanges and SEBI held on December 04, 2020, the surveillance actions applicable on scrips under the Short Term & Long Term ASM framework stands revised as under:

(1) Short Term ASM

Stage	Surveillance action (Existing)	Surveillance action (Revised)
I	Applicable margin rate for the shortlisted scrip - Higher of (40% OR existing margin), subject to maximum rate of 100%	Applicable margin rate for the shortlisted scrip - Higher of (50% OR existing margin), subject to maximum rate of 100% #
	Top 10 clients based on gross traded value, subject to their gross traded value being greater than Rs.10 lakhs, shall be levied 100% margin on their gross traded value at End-of-Day (EoD).	Discontinued w.e.f. December 07, 2020
II	Applicable margin rate for the shortlisted scrip - Higher of (80% OR existing margin), subject to maximum rate of 100%	Applicable margin rate for the shortlisted scrip - Higher of (100% OR existing margin), subject to maximum rate of 100% #
	Top 10 clients based on gross traded value, subject to their gross traded value being greater than Rs.10 lakhs, shall be levied 100% margin on their gross traded value at End-of-Day (EoD).	Discontinued w.e.f. December 07, 2020

(2) Long Term ASM

Stage	Surveillance action (Existing)	Surveillance action (Revised)
I	Applicable margin shall be 80% from T+3 day	Applicable margin shall be 100% from T+3 day #
II	Reduction of price band to next lower level and applicable margin shall be 100% from T+3 day	Reduction of price band to next lower level and applicable margin shall be 100% from T+3 day
III	Further reduction of price band to next lower level and applicable margin shall be 100% from T+3 day	Further reduction of price band to next lower level and applicable margin shall be 100% from T+3 day
IV	Settlement shall be on Gross basis with 100% margin for all clients and 5% price band.	Settlement shall be on Gross basis with 100% margin for all clients and 5% price band.

The revision in the applicable rate of margin on scrips currently shortlisted shall be w.e.f. December 09, 2020 on all open positions as on December 08, 2020 and new positions created from December 09, 2020.

Market participants may note that ASM framework shall be in conjunction with all other prevailing surveillance measures being imposed by the Exchanges from time to time.

Further, it may also be noted that the shortlisting of securities under ASM is purely on account of market surveillance and it should not be construed as an adverse action against the concerned company / entity.

In case of any further queries, members are requested to contact on +91-22-2659 8129 / 8166 or +91-44-6630 9949 / 9993.

For National Stock Exchange of India Limited

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