

NATIONAL STOCK EXCHANGE OF INDIA LIMITED**DEPARTMENT : SURVEILLANCE**

Download Ref No : NSE/SURV/36815

Date : January 23, 2018

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All NSE Members

Sub: Exposure margin of security under MWPL

In the joint meeting of Exchanges and SEBI it has been decided that markets should be alerted at different levels of MWPL utilization so that investors can take an informed decision on whether to hold or square off his existing positions well before regulatory /surveillance actions sets in.

This policy lays down the framework till a decision is taken by the Risk Management Committee of SEBI on handling securities moving in ban period.

Combined MWPL utilization at End of Day across Exchanges	Applicable Exposure margin of the security
60%	No additional Margins
70% to less than 75%	To be increased by 50% of the normal applicable Exposure margin from next trading day
75% to less than 80%	To be increased by 100% of the normal applicable Exposure margin from next trading day
80% to less than 85%	To be increased by 150% of the normal applicable Exposure margin from next trading day
85% to less than 90%	To be increased by 200% of the normal applicable Exposure margin from next trading day
90% to less than 95%	To be increased by 300% of the normal applicable Exposure margin from next trading day

The change in exposure margin shall be applicable from next trading day and shall be applicable till the open interest in the security reduces to below 70% of MWPL at end of the day.

It has been decided that the policy shall be effective from February 2018, immediately the day after the expiry of February 2018 contracts. The same shall be reviewed in the surveillance meeting on periodic basis.

For any clarifications, members are advised to contact Mr.Piyush Tanna or Mr. Sareesh Koroth or Mr. Hiren Thakkar.

For and on behalf of
National Stock Exchange of India Ltd.

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