



Metropolitan Stock Exchange of India Limited

Department: Market Operations - Surveillance and Risk

Segment: Debt market

Circular No: MSE/SURV/6964/2018

Date : November 2, 2018

Subject: Risk reduction mode in Debt segment.

To All Members,

In terms of provisions of the Rules, Bye-Laws and Regulations of the Exchange, members of the Exchange are hereby informed that:

Member shall be compulsorily placed in risk reduction mode when 90% of the member's capital is utilized towards margins. When a member moves into risk reduction mode –

- All unexecuted orders shall be cancelled.
- Fresh orders can be placed for immediate or cancel (IOC) validity only.
- Fresh orders placed by members shall be checked for sufficiency of margins and orders that do not satisfy sufficiency of margins will be rejected.
- Members will be able to trade in normal mode as and when the utilization goes below 85% from time to time.

This circular shall be effective from November 5, 2018. Members are requested to take note of the above and ensure compliance.

For any clarifications, kindly contact Surveillance & Risk Management Department on 022–61129031/62 or send an email to surveillance-cds@msei.in.

**For and on behalf of
Metropolitan Stock Exchange of India Limited**

**Sachin Nayak
Sr. Manager**