

September 12, 2018

Circular No.: MSE/C&S/EDS/6787/2018
Ref. No.: MCCIL/EDS/1109/2018**Sub: Additional Surveillance Margin**

This circular is issued in continuation to our circular no. MSE/C&S/EDS/6760/2018 dated September 03, 2018, on additional surveillance margin for derivatives segment.

Currently, the Initial Margin and the Exposure Margins in Index Derivatives cover risk for around 8% change while Initial Margin and Exposure Margin for single stock derivatives cover risk for around 12.5% change in underlying stocks.

Instead of Exposure Margin as specified in the aforementioned Circular, the Price Scan Range shall be amended, in steps, to increase the coverage of risk arising out of change in underlying index/stocks to cover risk for 10% change in underlying indices and 17.5% change in underlying stocks.

The Price Scan range will be amended to reflect the additional change in underlying as per the table and schedule given in the aforementioned Circular.

To implement this, the Price Scan Ranges will be amended as per the table given below:

Effective date of Implementation	Index Options	Index Futures	Single Stock Futures and Options
September 14, 2018	5.50%	5.50%	8.75%
September 28, 2018	6.00%	6.00%	10.00%
October 26, 2018	6.50%	6.50%	11.25%
November 30, 2018	7.00%	7.00%	12.50%

For clarifications, members may contact Risk Team on 022 – 61129000 (Extension 9990/9071) or send an email at risk@mcclar.in

For and on behalf of
Metropolitan Clearing Corporation of India Ltd.

Roanna Lewis
Manager