



Metropolitan Stock Exchange of India Limited

Department: Investigation

Segment: All

Circular No: MSE/ID/7600/2019

Date : May 02, 2019

SEBI order in case of National Stock Exchange of India Limited (NSE) Co-location

To All Members,

SEBI vide order no. WTM/GM/EFD/03/2018-19 dated April 30, 2019 has issued the following directions.

- i) National Stock Exchange of India Limited (NSE) (PAN: AAACN1797), Noticee No. 1:
 - a. shall disgorge an amount of Rs.624.89 crores, as ascertained in para 9.3 of SEBI order along with interest calculated at the rate of 12% per annum from April 01, 2014 onwards to the Investor Protection and Education Fund (IPEF) created by SEBI under Section 11 of the SEBI Act, within 45 days from the date of this order
 - b. shall be prohibited from accessing the securities market directly or indirectly for a period of six (6) months from the date of this order; and
 - c. shall carry out System Audit at frequent intervals, after through appraisal of the technological changes introduced from time to time; reconstitute its Standing Committee on Technology at regular intervals to take stock of technological issues; and frame a clear policy on administering whistle blower complaints.
- ii) Ravi Narain (PAN: AAYPN8382Q) , Noticee No. 2, (former MD & CEO of NSE):
 - a. shall disgorge 25% of the salary drawn for FY 2010-11 to 2012-13 to the IPEF created by SEBI under Section 11 of the SEBI Act, through NSE, within a period of 45 days from the date of this order;
 - b. shall be prohibited from associating with a listed company or a Market Infrastructure Institution or any other market intermediary for a period of Five (5) years;
- iii) Chitra Ramkrishna (PAN: ABVPR7353M), Noticee No. 3, (former MD & CEO of NSE):
 - a. shall disgorge 25% of the salary drawn for FY 2013-14, to the IPEF created by SEBI under Section 11 of the SEBI Act, through NSE, within a period of 45 days from the date of this order;
 - b. shall be prohibited from associating with a listed company or a Market Infrastructure Institution or any other market intermediary for a period of Five (5) years;
- iv) NSE shall initiate an enquiry under its Employees Regulations against Mahesh Soparkar (Noticee No. 10) and Deviprasad Singh (Noticee No. 11) with respect to the findings contained in paragraph 8.4.7.6 of SEBI order, and submit a report to SEBI within 6 months from the date of order.
- v) In view of the directions at para (ii)(a) and (iii)(a) above, NSE shall determine and intimate the amount arrived, to the concerned Noticees within a period of 10 days from the date of this order under intimation to SEBI.
- vi) Noticee Nos. 1, 2 and 3 shall pay the said amounts within 45 days from the date of this order either by way of demand draft drawn in favour of "Securities and Exchange Board of India", payable at Mumbai or by e-payment to SEBI account as detailed in SEBI order.

The above directions shall come into force with immediate effect.

Members of the Exchange are advised to take note of the full text of the order available on SEBI's website [www.sebi.gov.in] and ensure compliance.

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

Prachi Lendhe
Assistant Vice President