Annexure IV

Auditor's Report on Back office

(To be on the letterhead of the system auditor, all pages to be duly stamped and signed)

MSE Trading Member Code:

MSE Trading Member Name:

Areas of Audit:

User Management:

- Rights validation
- Privileges validation
- Audit log of Users
- Audit log of JV postings
- System to restrict parallel Ledgers of clients
- System Lock (Date range: T-2 days) for back dated entries

Report Generation & submissions:

- Periodic reports as per Exchange standardised formats and methodology for submissions
    - Cash and Cash Equivalents
    - Holding Statements
    - Bank Balances
    - Enhanced Supervision
    - Margin reporting
    - Monitoring and segregation of client's asset
- Authenticating data submission via API without manual intervention
- Standardised format Reports as per the Exchange requirements
    - Client Ledger
    - Trial Balance
    - Register of Securities
    - Bank Book
    - Segregation of books of accounts w.r.t Margin Trading Funding Framework
    - UCC master (client master) with Exchanges compliance of mandatory attributes.

The detailed findings will be grouped under the above broad categories and classified as 'Strong', 'Medium' or 'Weak' and overall audit rating will be given**.**

Declaration:

There is no conflict of interest with respect to the member being audited and our directors / promoters are not directly or indirectly related to the current directors or promoters of the member being audited.

Signature
(Name of the Auditor & Auditing firm)
CISA / DISA / CISM / CISSP Reg. No :

Date:
Place:
Stamp/Seal: