

<b>Department: Inspection</b>	<b>Segment: All</b>
<b>Circular No: MSE/INSP/15037/2024</b>	<b>Date : March 15, 2024</b>

**Subject: Discontinuation of Reporting of Client Level Cash and Cash Equivalent Balances**

To All Members,

This has reference to the Exchange circulars MSE/INSP/8652/2020 dated February 10, 2020 and MSE/INSP/11897/2022 dated June 03, 2022 on reporting of day wise Client Level Cash and Cash Equivalent Balances by members to Exchange through Application Programming Interface (API) on weekly basis.

In accordance with SEBI circular SEBI/HO/MRD2\_DCAP/CIR/2021/0598 dated July 20, 2021, Exchange circulars MSE/INSP/10917/2021 dated September 23, 2021 on segregation and monitoring of collateral at client level, members are required to submit the relevant details, as sought, to their respective Clearing Members in order to enable them to submit the same to Clearing Corporations. The trading members who are self-clearing members are required to report said data to Clearing Corporations.

In order to utilize aforesaid submission of segregation and monitoring of collateral at client level by Exchanges also for supervisory activities and with an objective to discontinue the Client Level Cash and Cash Equivalent submission being reported by trading members to Exchange, Clearing Corporations in consultation with Exchanges have revised the reporting format of said submission of segregation and monitoring of collateral at client level with inclusion of certain additional columns/details which are reported in Client Level Cash & Cash Equivalent submission.

Further, Exchange vide circular MSE/INSP/13848/2023 dated July 21, 2023 informed members that data reported by them towards segregation and monitoring of collateral at client level submission to clearing member or clearing corporations as case may be, is used by the Exchange also for undertaking supervisory activities.

As Exchange has started using the said submission for the supervisory activities and in order to ease out the compliance burden of the members, Exchange has decided to discontinue the requirements of reporting of day wise Client Level Cash and Cash Equivalent Balances by members from March 18, 2024 and accordingly, period of last submission which would be applicable to members for weekly Client Level Cash and Cash Equivalent Balances reporting shall be week ending March 16, 2024 due date of the same shall be March 21, 2024.

However, members are strictly advised to report correct data in the segregation and monitoring of collateral at client level submission to their Clearing Members or Clearing Corporations as case may be, in accordance with the guidelines issued by Clearing Corporations/ Exchanges from time to time.

Members attention is also drawn to Exchange circular MSE/INSP/10164/2021 dated March 01, 2021 wherein it was mentioned that the financial ledger balance (Clear) in Cash & Cash Equivalent and securities/ commodities holding in Holding Statement as of Saturday reported by the members on weekly basis shall be disseminated by Exchange to the clients via SMS/Emails on as is basis.

In light of discontinuation of Client Level Cash & Cash Equivalent submission, the financial ledger balance (Clear) of Saturday as reported by members in submission of segregation and monitoring of collateral at client

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level to Clearing Members /Clearing Corporations on daily basis and securities/ commodities holding of Saturday as reported by members in Holding Statement to Exchange on daily basis shall be disseminated by Exchange to the clients via SMS/Emails on as is basis from the week ending March 02, 2024 and thereafter.

Further, it has been observed that certain members are not making submission of segregation and monitoring of collateral at client level to Clearing Members /Clearing Corporations of Saturday. In view of the same, members are advised to ensure that submission of segregation and monitoring of collateral at client level of Saturday is also made to Clearing Members /Clearing Corporations.

Members are advised to take note of the contents of the Circular and comply.

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

**Mahendra Choudhari  
AVP – Inspection and Membership Department**

In case of any query kindly contact Inspection Department on (022) 6112 9000 or mail on [compliancemsx@msei.in](mailto:compliancemsx@msei.in).