Department: Market Operations	Segment: Capital Market
Circular No: MSE/TRD/19678/2026	**Date: September 03, 2026**

Subject: Update on Trading in Exchange Traded Funds (ETFs)

To All Members,

This is with reference to SEBI Circular No. HO/47/11/11(1)2026-MRD-POD3/I/13804/2026 dated June 15, 2026 and SEBI has subsequently issued Circular No. HO/47/11/11(1)2026-MRD-POD3/I/19839/2026 dated August 28, 2026 and MSE Circular MSE/TRD/13216/2026 dated June 18, 2026 regarding norms for the base price, price bands, call auction in the pre-open session, and close-out procedure for Exchange Traded Funds (ETFs).

As per directions received in the aforesaid circular, trading parameters shall be applicable for Exchange Traded Funds (ETFs) w.e.f September 07, 2026.

Segment	Capital Market
Market type	Normal (N)
Series	Rolling settlement with series as EQ
Base Price	• Base price for determination of price bands of ETFs shall be T-1 day Closing Price i.e. last 30 minutes of Volume Weighted Average Price (VWAP) of the ETF • In case there is no trading in the ETF during the last 30 minutes of T-1 day, then base price shall be the Last Traded Price (LTP) of the day. • Further, in case there is no trade on T-1 day, then base price shall be the latest available closing NAV of the ETF.
Minimum Lot Size Value	1
Order Type	Day, Immediate or Cancel (IOC), Market & Limit Order, Stop Loss (SL) and Disclosed quantity (DQ).
Order matching	Anonymous order book. Continuous matching with Price – Time priority.
Price Bands	1) Equity ETFs and Debt ETFs (other than Overnight ETFs and Liquid ETFs): Dynamic price bands, with an initial price band of +10%. The price band would be flexed by 5% of the base price after the cooling off period up to +20%. 2) Overnight ETFs and Liquid ETFs: Fixed price band of +5%. 3) Commodity ETFs (Gold/Silver): Dynamic price bands, with an initial price band of +6%.. Dynamic price bands, with an initial price band of +6%. The price band would be flexed by 3% of the base price, after a cooling off period.
Market Sessions	Sessions Commodity ETFs (Gold / Silver) Other than Commodity ETFs (Gold / Silver) Pre-Open session Yes - Block Trading session Yes Continuous session Closing session
Self-trade prevention check	Is applicable
Bulk deal Reporting	Not applicable
Block deal Reporting	Applicable

Members are requested to note the above.

For any clarifications, contact Customer Service on 022-61129010 or send email to customerservice@mse.co.in

For and on behalf of
Metropolitan Stock Exchange of India Limited

Darshan Arwade
Assistant Vice President – Market Operations