

Net worth Requirements / Action for Non-Compliance with Annual Submission

I. Net worth Requirements

Trading members of the Exchange are required to maintain Network as prescribed by the Exchange at all points of time. Network for various classes of members as per SEBI Gazette Notification No. SEBI/LAD-NRO/GN/2022/73 dated February 23, 2022, is as under:

Segment	Membership Type	Base Network Applicable (Rs. in Crore)
Capital Market	TM	1.00
Futures & Options	TM	1.00
Currency Derivatives	TM	1.00
Debt Market	TM	1.00

➤ Network requirement for members shall be Base Network or Variable Network, whichever is higher.

➤ Please note that reason should be provided in case where the Variable Network is submitted as “Nil”.

➤ Please refer to Exchange Circular Ref. No. MSE/MEM/12988/2023 dated February 3, 2023 for clarification on ascertaining Variable Network as per SEBI gazette notification.

➤ All active Trading Members of the Exchange as on March 31, 2026 in any one or multiple segments of the Exchange are required to submit the Network Certificate, Computation of Network, Director’s Report, Financial Strength details, Auditor’s Report & Audited Annual Accounts as on March 31, 2026.

- A Member is treated as active even though he has not traded for a single day during the financial year 2025-26 and its trading terminal/s is/are active as on March 31, 2026.

2. Action for Non-Compliance with Annual Submission

- In case of non-submission of Annual Returns for the financial year 2025-26, within the due date, disciplinary actions shall be initiated by the Exchange as stipulated vide Exchange Circular Reference No. MSE/INSP/18897/2026 dated April 17, 2026.
- Members are required to maintain Networth at all points of time. Any shortfall in Networth and/or non-submission of revised Networth certificate within the stipulated timelines, shall attract appropriate disciplinary action as specified in Annexure 1.3 of MSE/INSP/18897/2026 dated April 17, 2026. Additionally, pursuant to Exchange circular Ref. no. MSE/MEM/19360/2026 dated July 13, 2026, penalty shall be levied for reporting of Networth shortfall as stated in Table 1 of said circular.