

National Stock Exchange of India

Circular

Department: SURVEILLANCE	
Download Ref No: NSE/SURV/ 57778	Date: July 31, 2023
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To All NSE Members

Sub: Cautionary Messages on Trading Terminal

This is further to Exchange Circular no. NSE/SURV/39327, NSE/SURV/45768, NSE/SURV/53054, NSE/SURV/54513, NSE/SURV/55831 and NSE/SURV/ 57110 dated November 02, 2018, September 21, 2020, July 22, 2022, November 18, 2022, March 01, 2023, and June 14, 2023 respectively.

With effect from August 11, 2023, the following additional value in field “SurvInd” in security.txt & nnf_security.dat file shall be introduced to indicate cautionary message on trading terminals.

Table no.1

Indicator	Description	Short Code (Indicator)	Exchange Timelines
		<i>Cautionary Pop-up message to be displayed on front end</i>	
80	<p>The company has been loss making for at least the last 8 quarters for main board and last 2 years for SME companies on consolidated basis.</p> <p>Where only standalone results is applicable to the company, the same will be considered instead of consolidated basis.</p>	Loss making for last 8 quarters (80)	<p>65 days from the end of the Quarter/ Year (Main Boards Companies) for which the results are required to be disclosed.</p> <p>65 days from end of half year/Yearly (SME companies) for which the results are required to be disclosed.</p> <p>Companies that have not submitted the financial results by the expiry of 60 days, it will be presumed as an instance of loss for that quarter/half year/ annual results.</p>

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81	Encumbrance of Promoters/ promoter group shareholding is at least 50% of the total capital.	Encumbrance of Promoters/ promoter group shareholding more than 50% (81)	To be taken from shareholding Pattern and will be provided within 30 days from end of each quarter.
82	The company is in BZ/SZ series due to non-compliance with SEBI SOP Circular.	Scrip is in BZ/SZ series (82)	Will be effective from date of change in trading system.
83	The company has failed to pay Annual listing fee.	Company has failed to pay Annual listing fee (83)	After Six Months from issuance of the invoice for Annual Listing Fees.
84	The security is scheduled to move out of derivatives. No fresh far month contracts shall be issued.	Derivative contracts in the scrip to be moved out of F&O (84)	N. A
-	Security is in BAN for Trade on account of breach of 95% of MWPL (i.e., 20% of Non- promoter holding) #	N. A	N. A

#Short code (Indicator) not applicable. Trading members to develop the functionality as per circular NSE/FAOP/37975 dated June 08, 2018. Details mentioned in the last para of this circular.

As informed earlier vide above referred circulars, while placing an order on a security which is under Graded Surveillance Measure (GSM) /Additional Surveillance Measure (ASM)/IRP as per IBC/Unsolicited SMS or Videos/Pledge/ASM ICA/ASM IBC, Exchange provides an alert message on NEAT/NEAT+.

Similarly trading Members are required to develop a functionality on their non-NEAT front end including IBT, STWT, CTCL etc., whereby any person while placing an order in a security for which the above cautionary indicators are applicable (**as per Table no.1**), gets the following message so that the person placing the order is aware of such action on the scrip before placing the order. The message shall be as under:

“Caution: <relevant Short Code (Indicator)>, would you like to continue?” Yes / No

The functionality will provide the option for the person placing the order to either select “Yes” or “No”. The order shall be sent to the Exchange only if option “Yes” is selected. Trading members may please note that the aforesaid verbatim of the pop-up message should mandatorily be included in the pop-up message on the trading front-end. Further it is reiterated that the aforesaid feature is mandatory for trading members with retail clients.

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The relevant Short Code (Surv Indicator/Indicator) shall be populated as per the consolidated list of Indicators assigned to securities under various Surveillance and Other Actions attached as per Annexure-I and II.

As referred above the field “SurvInd” in security.txt, nnf_security.dat and NSE_CM_security_ddmmyyyy.csv file shall populate the respective scrip-wise Surveillance indicator/Indicators to indicate scrips in various Surveillance and Other Actions. Trading members are also advised to develop a mechanism to disseminate the message as per the consolidated list of Surveillance Indicators/Other Indicators in the respective corresponding equity derivative contracts as well.

Further, as informed earlier vide circular NSE/FAOP/37975 dated June 08, 2018, while placing an order on a security in Ban period for F&O segment” Exchange provides an alert message on NEAT/NEAT+. Similarly Trading Members are required to develop a similar functionality (As per Annexure-2, Point B of circular NSE/FAOP/37975 dated June 08, 2018) on their non-NEAT front end including IBT, STWT, CTCL etc., whereby any person while placing an order on a security in Ban period gets the following message so that the person placing the order is aware that the scrip is ban period before placing the order. The message shall be as under:

“Security is in BAN for Trade”, would you like to continue?” Yes / No

Trading members are directed to make the necessary changes in their systems w.r.t implementation of this circular, latest by October 1st ,2023.

For Surveillance Indicator master refer website path “Regulation> Market Surveillance> Consolidated List of Surveillance Indicators”

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