

**National Stock Exchange Of India Limited**

Department : CAPITAL MARKET SEGMENT

Download Ref No: NSE/CMTR/41018

Date : May 17, 2019

Circular Ref. No: 54/2019

All Members,

## Interoperability - Functional Changes in Trading Platform

SEBI had issued a broad framework for interoperability among clearing corporations vide circular ref. no. CIR/MRD/DRMNP/CIR/P/2018/145 dated November 27, 2018. In view of the same, draft operating guidelines for interoperability among clearing corporations were jointly issued by NSE Clearing Ltd., Indian Clearing Corporation Ltd. and Metropolitan Clearing Corporation Ltd. on April 15, 2019.

Further, NSE Clearing Ltd issued guidelines on Interoperability of Clearing Corporations vide circular NCL/CMPT/40855 dated April 27, 2019. The functional changes envisaged at NSE trading platform are as follows:

1. Order Management: In case of order level risk management wherever applicable, orders shall be sent to the designated Clearing Corporation of the Clearing member opted by the NSE Trading Member for checking sufficiency of the available collateral.
2. Trade Management: Trades executed on NSE Trading Platform shall be routed to the designated Clearing Corporation of the Clearing Member opted by the NSE Trading Member for clearing & settlement.
3. Client codes by trading members: Trading members shall use the same client code (UCC) across all exchanges.
4. Trade modification: As mentioned in guidelines, the client code modification facility shall only be available to the trading members at Exchanges and the facility for modification of CP codes will be provided by the Clearing Corporations to trading members. In view of the same, a facility shall be provided to modify the client codes on trading system as per Annexure I.

All other provisions as contained in consolidated circular no. NSE/ NSE/CMTR/40962 dated May 09, 2019 will continue to be applicable after introduction on interoperability among clearing corporations.

The effective date of implementation of this circular shall be intimated separately.

For and on behalf of  
National Stock Exchange of India Limited

Khushal Shah  
Associate Vice President

Toll Free No	Fax No	Email id
1800-266-0053	+91-22-26598155	<a href="mailto:msm@nse.co.in">msm@nse.co.in</a>

Annexure I

The below are the salient features of trade modification facility:

- Client code modification shall not be permitted in respect of trades in auction market.
- Trading members shall be able to modify client code and PAN (Permanent Account Number) in respect of client orders only on the trade date. Proprietary trades are not allowed to be modified to client trades and vice-versa. Trade modifications of a client code can be at the order level, hence all trades in respect of that order shall be modified with the client code provided against the order.
- Timings of Trade modification shall be intimated separately through circular
- Type of Trades and the eligibility criteria for trade modification is summarised as below:

Sr. No.	Description	Action	Remarks
1	Modify Trade from PRO to CLI	Not Permitted	
2	Modify Trade from CLI to PRO	Not Permitted	
3	Modify CP code for all trades of an order	Not Permitted on trading system	Respective clearing corporation shall inform the process
4	Modify CP code for a few trades of an order	Not Permitted on trading system	Respective clearing corporation shall inform the process
5	Modify client code for all trades of an order	Allowed	
6	Modify client code for a few trades of an order	Allowed	However it may be noted that all trades for that order shall be updated to client code as per the latest trade modification at the end of the day.

