

Department: Inspection	Segment: All
Circular No: MSE/INSP/12826/2022	Date : December 30, 2022

Subject: Reporting requirement on Settlement of Running Account of Clients' Funds lying with Trading Member (TM)

To All Trading Members,

This has reference to SEBI Circular No. SEBI/HO/MIRSD/DOP/P/CIR/2022/101 dated July 27, 2022 & Exchange Circular MSE/INSP/12113/2022 dated July 28, 2022 regarding "Settlement of Running Account of Clients' Funds lying with Trading Member (TM)" and subsequent FAQs notified vide Exchange Circular MSE/INSP/12350/2022 dated September 26, 2022. As per said circulars, members are required to carry out the settlement of running account of clients' funds on the first Friday of the Month/Quarter as per the preference opted by the client.

In order to monitor the compliance of timely settlement of running account of clients' funds and to verify that excess clients' funds are not retained by the TM as on the date of settlement of running account, it has been decided in joint consultation with other Exchanges and SEBI that members shall report the summary of settlement of clients' funds and UCC wise settlement details to the Exchange within the prescribed timelines as specified below:

Sr. No.	Reporting Requirement	Reporting Format	Timelines
1	Submission of summary of settlement of clients' funds	Annexure - I	Within 2 Trading Day post settlement date
2	Submission of UCC wise settlement details	Annexure - II	Within 10 trading days post settlement date

Members are requested to take note of the below:

1. The above requirement is applicable to all Trading members, except for those who are carrying out only proprietary trading and/or only trading for institutional clients.
2. Members carrying out only proprietary trading and/or only trading for institutional clients will have to give a one-time declaration as per Annexure III.
3. Members servicing both institutional & non-institutional clients shall be required to submit the data for all non-institutional clients.
4. Members are requested to submit details regarding settlement of client's funds as per Annexure I & II to exchange mail id 'Compliancemsx@msei.in'.

All Members are advised to take note of the above and comply

Metropolitan Stock Exchange of India Limited



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 6112 9000 or mail on compliancemsx@msei.in