

Department: Inspection	Segment: All
Circular No: MSE/INSP/15844/2024	Date : August 21, 2024

Subject: Penalty Structure for failure to implement framework for trading members to provide the facility of voluntary freezing/blocking of Trading Accounts

To All Members,

Members' attention is drawn to Exchange Circular No. MSE/INSP/15168/2024 dated April 09, 2024 and MSE/INSP/14767/2024 dated January 17, 2024 on "Framework for Trading Members to provide the facility of voluntary freezing/blocking the online access of the trading account to their clients" and "Ease of Doing Investments by Investors - Facility of voluntary freezing/ blocking of Trading Accounts by Clients", respectively.

In this regard, all the Exchanges jointly formulated a penalty structure for any non-compliance of the provisions of the aforementioned circulars. The penalty structure is enclosed at **Annexure A**.

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

In case of any query kindly contact Inspection Department on (022) 6112 9000 or mail on compliancemsx@msei.in

For and on behalf of
Metropolitan Stock Exchange of India Limited

Praveenkumar Acharya
AVP – Inspection and Membership Department

Metropolitan Stock Exchange of India Limited

Annexure A

Details of contravention	Penalty/Disciplinary Action
<p>Failure to implement the framework to provide the facility of voluntary freezing/blocking the online access of Trading Accounts to the clients.</p>	<p>Monetary penalty of Rs. 50,000/- + Direction to comply with the requirement of comply with provisions of the circular no. MSE/INSP/15168/2024 dated April 09, 2024 within 30 days from the date of communication.</p> <p>On 30th day, intimation shall be sent to the Member giving 7 days' time to comply, failing which the member shall be prohibited from registering new clients.</p> <p>On 37th day, notice shall be sent to the Member giving 7 days' time to comply, failing which the Trading facility of Member in all segments shall be disabled till submission of compliance report.</p>

Metropolitan Stock Exchange of India Limited