

National Stock Exchange of India Limited

Circular

Department: FUTURES & OPTIONS SEGMENT	
Download Ref No: NSE/FAOP/54619	Date: November 28, 2022
Circular Ref. No: 151/2022	

All Members,

Pre-Trade risk controls

Limit Price Protection – Update

Exchange has implemented various criteria for flexing of LPP range applicable to the options contracts vide circular no. 54242 dated October 28, 2022.

In continuation to the aforementioned circular, Exchange is introducing an additional criterion along with the existing criteria required, to be fulfilled for flexing LPP range applicable for Index Option (Weekly & Monthly expiries) contracts. Accordingly, revised criteria required to be fulfilled for flexing of LPP shall be as per below:

- Minimum 10 orders are rejected on account of LPP validation, between two LPP revision events; AND
- Such rejected orders involve,
 - Minimum 5 unique UCCs; AND
 - Minimum of 3 unique trading members (Additional criterion)

All other provisions mentioned in the aforesaid circular, shall remain unchanged.

Members are requested to note that the abovementioned changes shall be available for testing during mock session of December 03, 2022, and same shall be made effective from December 05, 2022

The Exchange may review the aforesaid mechanism and various applicable parameters from time to time based on the experience gained and inputs received from market participants / regulator.

Members should trade responsibly and cautiously, as trading away from normal prices and misleading or causing any disruptions in normal trading may result in inquiry, investigation, and regulatory actions.

National Stock Exchange of India Limited

For and on behalf of
National Stock Exchange of India Limited

Khushal Shah
Associate Vice President

Toll Free No	Email id
1800-266-0050 (Option 1)	msm@nse.co.in