

# National Stock Exchange of India Limited

## Circular

Department: FUTURES & OPTIONS SEGMENT	
Download Ref No: NSE/FAOP/55344	Date: January 25, 2023
Circular Ref. No: 07/2023	

All Members,

Pre-Trade risk controls - Limit Price Protection - Update

As per circulars NSE/FAOP/54242 dated October 28, 2022 and NSE/FAOP/54619 dated November 28, 2022 regarding Pre-trade risk controls on Limit Price Protection (LPP) mechanism, LPP mechanisms is currently applicable for Index Options (Weekly & Monthly expiries).

The LPP mechanisms shall now be extended to Stock Options.

The LPP range on both the side of reference price for Stock options shall be computed as below:

Instrument	Reference Price (in Rs)	Minimum Absolute Range	% Of Reference Price
OPTSTK	<=50	+/- 20	-
	>50	-	+/- 40%

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.

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

Members are requested to note that the abovementioned changes shall made effective in Live from February 06, 2023 and shall be available for testing in mock being conducted on February 04, 2023.

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.

For and on behalf of  
National Stock Exchange of India Limited

Khushal Shah  
Associate Vice President

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## National Stock Exchange of India Limited

Toll Free No	Email id
1800-266-0050 (Option 1)	<a href="mailto:msm@nse.co.in">msm@nse.co.in</a>