

NATIONAL STOCK EXCHANGE OF INDIA LIMITED**DEPARTMENT : FUTURES & OPTIONS**

Download Ref No : NSE/FAOP/31697	Date : February 05, 2016
Circular Ref. No : 009/2016	

All Members,

Trade Execution

This is in partial modification to circular no. NSE/FAOP/29367 dated April 01, 2015.

- 1) Orders shall be matched and trades shall take place only if the trade price is within the trade execution range based on the reference price of the contract.
- 2) Reference price for each contract shall be computed as follows:
 - At market open – it shall be the theoretical price based on the underlying price
 - During trading hours – it shall be the simple average of trade prices of that contract in the last 1 minute
 - For contracts that have traded in the last 1 minute, the reference price shall be revised throughout the day on a rolling basis at 1 minute intervals
 - For all other contracts the reference price shall be the theoretical price based on the latest available underlying price and shall be revised throughout the day at regular intervals.
- 3) Execution range is the range on both sides of the reference price as given below:

Segment	Reference Price (Rs.)	% of Reference Price	Minimum absolute Range (Rs.)
Futures	All	5%	-
Options	0.05 to 50	-	20.00
	>50	40%	-

- 4) There is no change to the existing applicable operating ranges. For valid order entry and all orders that are within the operating range shall be accepted as is being done currently.
- 5) If any order which is within the operating range but which may result in a trade outside the execution range is entered then such an order (full or partial as the case may be) shall be cancelled by the Exchange.
- 6) The Exchange may modify the execution range as and when necessary.
- 7) Trade Execution range shall not be applicable to India VIX futures and long term Option contracts on NIFTY.
- 8) This circular shall come into effect from February 08, 2016.

For and on behalf of
National Stock Exchange of India Limited

Khushal Shah
Chief Manager

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