

Annexure

Framework for Market Maker in Single Stock Derivatives (Select 56 Stocks) in Equity Derivatives Segment.			
A.	Process of Registration as Market Maker -		
	<ul style="list-style-type: none"> • Members willing to apply for Market Maker in the Equity Derivatives segment shall apply in BEFS Exchange portal in the pre-specified format. • Member can apply for self or for their client clearly mentioning the client code in which they intend to act as Market Maker. • Each member shall be allowed to apply for market making in only one client code. • Members shall be provided following Options – <ul style="list-style-type: none"> - Single Stock Futures (Combined) - Single Stock Options (Combined) 		
B.	Eligibility of Market Maker -		
	<ul style="list-style-type: none"> • Net worth criteria – The trading members who wish to apply as Market maker should have a minimum net worth of Rs. 1 Crore as per L.C Gupta Format. • Disciplinary Action – There should not be any material disciplinary action taken against the trading member by the exchange in the last 1 year such as cumulative penalty of Rs. 10 Lakhs and above, or disablement of terminals or suspension on account of regulatory non-compliances observed by the Exchange and any strictures passed by the Regulator and are in force. • Capital Market Experience - The trading member is registered with any of the Stock Exchanges for more than 2 years Or / Key official (at least one key official - Designated Director, Whole time Director, Partner, Proprietor etc.) of the member firm shall have minimum 2 -year experience in the Capital / Commodity Markets. 		
C.	Selection of Market Maker -		
	<ul style="list-style-type: none"> • Post receipt of the application as Market Maker, Exchange shall determine eligibility criteria for each of the member and accordingly shall approve / reject the member’s application as Market Maker. • Exchange reserves the right to suspend or discontinue any Market Maker in case of any mala fide intentions or interests observed by the exchange. 		
D.	Securities Eligible for Market Maker -		
	<ul style="list-style-type: none"> • List of Single Stock Derivatives (56 Stocks) is attached herewith as Annexure 1A 		
E.	Incentives -		
	<ul style="list-style-type: none"> • No Incentives shall be given to Market Maker. 		
F.	Spread and minimum number of lots requirements -		
	Product	Maximum permissible Spread Requirements between bid and offer price -	Minimum No. of Lots
	Stock Futures	Maximum permissible spread of 5 % or Rs. 5 (Whichever is higher) of bid price.	1
	Stock Options	Maximum permissible spread of 10 % or Rs. 5 (Whichever is higher) of bid price.	1
G.	Presence Requirements –		
	<ul style="list-style-type: none"> • Stock Futures - Provide two-way quotes in minimum 1 contract of the specific security (in either near month or next month or far month Futures contracts only) for minimum 25% of the trading 		

	<p>hours' time in a day for minimum 25% of trading days in a month from the date of appointment as Market Maker. Market Maker need to qualify for minimum 10 Stocks (out of 56 Stocks) in a day as per criteria to be considered qualified as Market Maker for that day. In other words, if a Market Maker is able to qualify in 10 stocks in a day, then the qualified day count will be considered as "1".</p> <ul style="list-style-type: none"> • Stock Options - Provide two-way quotes in minimum 2 strikes of the specific security (in near month or next month or far month options contracts only) for minimum 25% of the trading hours' time in a day for minimum 25% of trading days in a month from the date of appointment as Market Maker. Market Maker need to qualify for minimum 10 Stocks (out of 56 Stocks) in a day as per criteria to be considered qualified as Market Maker for that day. In other words, if a Market Maker is able to qualify in 10 stocks in a day (2 strikes of each stock), then the qualified day count will be considered as "1".
H.	Order Based Surveillance Measure - Persistent Noise Creator (PNC)
	<ul style="list-style-type: none"> • Member shall be exempted from Order Based Surveillance - PNC framework for the period in which the member is registered / Qualified as Market Maker in the specific securities mentioned above. • In case of failure to qualify, such exemption shall not applicable.
I.	Review of Market Maker –
	<ul style="list-style-type: none"> • The review of Market Maker shall be carried out on monthly basis. The Market Maker shall be considered as qualified Market Maker, if he is able to qualify as per stated obligations and shall be automatically considered deemed Market Maker for the qualified category (Single Stock Futures / Single Stock Options) for the subsequent month. • In case of failure to qualify as Market Maker, the member shall stand disqualified for the next Calendar Month in specified category. Such member can re-apply as Market Maker anytime thereafter with effective Market Making applicability of the subsequent month. <p>Example- Market Maker is appointed for July 2024 in Single Stock Futures, the Market Maker has the obligation to provide two-way quotes in Single Stock Futures. The review shall happen at the last working day of the calendar month in accordance with the framework specified for Marker Maker.</p> <p>In case, the Market Maker is able to qualify in Single Stock Futures, such member shall be considered qualified as Market Maker and shall automatically be deemed as Market Maker for Single Stock Futures for the month of Aug 2024.</p> <p>In case of failure to qualify as Market Maker for July 2024 in Single Stock Futures, the member will stand disqualified as Market Maker for Single Stock Futures for the month of Aug 2024.</p> <p>Such Market Maker can re-apply as Market Maker anytime during Aug 2024 or thereafter with effective Market Maker applicability as Sep 2024 Month (or as the case may be) for Single Stock Futures.</p>

Annexure 1A

Sr. No.	UNDERLYING	SYMBOL	ISIN
1	Adani Enterprises Limited	ADANIENT	INE423A01024
2	Adani Ports and Special Economic Zone Limited	ADANIPOINTS	INE742F01042
3	Apollo Hospitals Enterprise Limited	APOLLOHOSP	INE437A01024
4	Asian Paints Limited	ASIANPAINT	INE021A01026
5	AU Small Finance Bank Limited	AUBANK	INE949L01017
6	Axis Bank Limited	AXISBANK	INE238A01034
7	Bajaj Auto Limited	BAJAJ-AUTO	INE917I01010
8	Bajaj Finance Limited	BAJFINANCE	INE296A01024
9	Bajaj Finserv Limited	BAJAJFINSV	INE918I01026
10	Bandhan Bank Limited	BANDHANBNK	INE545U01014
11	Bank of Baroda	BANKBARODA	INE028A01039
12	Bharat Petroleum Corporation Limited	BPCL	INE029A01011
13	Bharti Airtel Limited	BHARTIARTL	INE397D01024
14	Britannia Industries Limited	BRITANNIA	INE216A01030
15	Cipla Limited	CIPLA	INE059A01026
16	Coal India Limited	COALINDIA	INE522F01014
17	Divi's Laboratories Limited	DIVISLAB	INE361B01024
18	Dr. Reddy's Laboratories Limited	DRREDDY	INE089A01023
19	Eicher Motors Limited	EICHERMOT	INE066A01021
20	Grasim Industries Limited	GRASIM	INE047A01021
21	HCL Technologies Limited	HCLTECH	INE860A01027
22	HDFC Bank Limited	HDFCBANK	INE040A01034
23	HDFC Life Insurance Company Limited	HDFCLIFE	INE795G01014
24	Hero MotoCorp Limited	HEROMOTOCO	INE158A01026
25	Hindalco Industries Limited	HINDALCO	INE038A01020
26	Hindustan Unilever Limited	HINDUNILVR	INE030A01027
27	ICICI Bank Limited	ICICIBANK	INE090A01021
28	IDFC First Bank Limited	IDFCFIRSTB	INE092T01019
29	IndusInd Bank Limited	INDUSINDBK	INE095A01012
30	Infosys Limited	INFY	INE009A01021
31	ITC Limited	ITC	INE154A01025

32	JSW Steel Limited	JSWSTEEL	INE019A01038
33	Kotak Mahindra Bank Limited	KOTAKBANK	INE237A01028
34	Larsen & Toubro Limited	LT	INE018A01030
35	LTIMindtree Limited	LTIM	INE214T01019
36	Mahindra & Mahindra Limited	M&M	INE101A01026
37	Maruti Suzuki India Limited	MARUTI	INE585B01010
38	Nestle India Limited	NESTLEIND	INE239A01024
39	NTPC Limited	NTPC	INE733E01010
40	Oil & Natural Gas Corporation Limited	ONGC	INE213A01029
41	Power Grid Corporation of India Limited	POWERGRID	INE752E01010
42	Punjab National Bank	PNB	INE160A01022
43	Reliance Industries Limited	RELIANCE	INE002A01018
44	SBI Life Insurance Company Limited	SBILIFE	INE123W01016
45	Shriram Finance Limited	SHRIRAMFIN	INE721A01013
46	State Bank of India	SBIN	INE062A01020
47	Sun Pharmaceutical Industries Limited	SUNPHARMA	INE044A01036
48	Tata Consultancy Services Limited	TCS	INE467B01029
49	TATA CONSUMER PRODUCTS LIMITED	TATACONSUM	INE192A01025
50	Tata Motors Limited	TATAMOTORS	INE155A01022
51	Tata Steel Limited	TATASTEEL	INE081A01020
52	Tech Mahindra Limited	TECHM	INE669C01036
53	The Federal Bank Limited	FEDERALBNK	INE171A01029
54	Titan Company Limited	TITAN	INE280A01028
55	UltraTech Cement Limited	ULTRACEMCO	INE481G01011
56	Wipro Limited	WIPRO	INE075A01022