

March 15, 2023

<p>To, The Manager, Listing Department, BSE Limited, Phiroze Jeejeebhoy Tower, Dalal Street, Mumbai – 400 001. Tel No.: 22721233 Fax No.: 22723719/ 22723121/ 22722037/ 22722041/ 22722061 BSE Scrip Code: 540776</p>	<p>To, The Manager, Listing Department, The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot C/1, G Block, Bandra - Kurla Complex, Bandra (E), Mumbai – 400 051. Tel No.: 2659 8235 Fax No.: 26598237/ 26598238 NSE Symbol: 5PAISA</p>
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Dear Sir/Madam,

Sub:- Disclosure under Regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 (“Listing Regulations”)

This is with reference to emails dated March 14, 2024 received by the Company from Multi Commodity Exchange of India Limited (MCX) & National Stock Exchanges of India Limited (NSE).

Please find below disclosure of information pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with circular No. CIR/CFD/CMD/4/2015 dated September 09, 2015.

Sr. No.	Particulars	Details
1.	Name of the authority	Multi Commodity Exchange of India Limited (MCX) & National Stock Exchanges of India Limited (NSE)
2.	Nature and details of the action(s) taken, initiated or order(s) passed	MCX vide its email dated March 14, 2024 (“ Order ”) imposed a restriction on the Company with regard to onboarding of new clients across all segments with immediate effect. It was further intimated that the restrain shall continue till the Company submits a complete Root Cause Analysis (“ RCA ”) along with documentary evidence; the same is further analyzed by MCX, and MCX satisfies itself about corrective measures taken, or for a period of 15 days, whichever is higher. Basis the action taken by MCX, NSE also imposed a similar restriction on the Company vide its email dated March 14, 2024.
3.	Date of receipt of direction or order, including any ad-interim or interim orders, or any other communication from the authority	March 14, 2024
4.	Details of the violation(s)/contravention(s) committed or alleged to be committed	Consequent to the limited purpose inspection carried out by the MCX, NSE and SEBI, it was alleged that a total of 8 technical glitches were not reported to the exchanges as per MCX Circular Reference No. MCX/TECH/726/2022 dated December 16, 2022.

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		<p>Pursuant to the same, a show cause notice dated March 07, 2024 (“SCN”) was issued by MCX and the Company was instructed to file its response in 7 days. However, even before the expiry of the timeline for filing the response to the SCN, MCX issued the Order imposing the restriction on onboarding of new clients by the Company.</p> <p>Being aggrieved by the Order, the same was immediately challenged by the Company before the Hon’ble Bombay High Court by filing a writ petition.</p> <p>During the course of the hearing, it was submitted on behalf of MCX that it would not act on the restriction imposed on the Company in said Order and would grant an opportunity of hearing to the Company. Consequently, the Order stands nullified as on date.</p>
5.	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible.	As on the date of this intimation, no monetary penalty has been levied onto the Company and therefore there is no impact on the Company’s financial, operational and other activities including services offered to its clients.
6.	Brief details of litigation viz. name(s) of the opposing party, court/ tribunal/ agency where litigation is filed, brief details of dispute/ litigation.	On March 15, 2024, the Company filed a Writ Petition before Bombay High Court challenging the onboarding restriction of new clients.
7.	Expected financial implications, if any, due to compensation, penalty etc.	As on the date of this intimation, there is no financial implication.
8.	Quantum of claims, if any.	Not applicable
9.	The details of any change in the status and / or any development in relation to such proceedings.	During the course of proceedings, the Hon’ble High Court was apprised by the counsel representing MCX that the order which was passed on March 14, 2024 by way of e-mail correspondence will not be acted upon by MCX. Accordingly, there is no restriction on the Company to onboard new clients.
10.	In the case of litigation against key management personnel or its promoter or ultimate person in control, regularly provide details of any change in the status and / or any development in relation to such proceedings.	Not applicable
11.	In the event of settlement of the proceedings, details of such settlement including - terms of the settlement, compensation/penalty paid (if any) and impact of such settlement on the financial position of the listed entity.	Not applicable

The Company has always met all its obligations towards Exchanges and clients on time. The Company has always followed a Compliance First approach and carried out business in full compliance in letter and spirit with extant laws and regulations.

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The Exchange shall be intimated on the developments in relation to the same in terms of SEBI circular No. CIR/CFD/CMD/4/2015 dated September 09, 2015.

Thanking You,

Yours faithfully,

For 5paisa Capital Limited

Namita Godbole
Company Secretary & Compliance Officer
Membership No.: A21056
Email: csteam@5paisa.com

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