

## POSITION LIMITS FOR EQUITY DERIVATIVES

S. No.	Position Limit	
<b>A</b>	<b>Equity Index – Trading Member</b>	<p><b>Futures on Equity Index:</b> Gross open position of the trading member across all futures contracts on each Equity Index shall not exceed:</p> <ul style="list-style-type: none"> <li>- USD 1,250 million or 20% of the total open interest, whichever is higher</li> </ul> <p><b>Options on Equity Index:</b> Gross open position of the trading member across all options contracts on each Equity Index shall not exceed:</p> <ul style="list-style-type: none"> <li>- USD 1,250 million or 20% of the total open interest, whichever is higher</li> </ul>
<b>B</b>	<b>Equity Index - Clients</b>	<p>Future position limit shall be higher of USD 250 million or 15% of the total open interest.</p> <p>Options position limit shall be higher of USD 250 million or 15% of the total open interest.</p> <p>Any person or persons acting in concert who together own 15% or more of the open interest on a particular underlying index, is required to report this fact to the Clearing Corporation as a disclosure.</p>
<b>C</b>	<b>Stocks (Indian equity shares) – (Trading Members/FPIs (Category I &amp; II)/Mutual Funds)</b>	<p><b><u>Futures and Options on Stocks (Indian Equity Shares):</u></b></p> <p>Gross open position of the trading member across all futures and contracts (combined) on each stock (Indian Equity Shares) shall not exceed:</p> <ul style="list-style-type: none"> <li>- 20% of the applicable Market Wide Position Limit (MWPL)*</li> </ul>
<b>D</b>	<b>Stocks (Indian equity shares) – Clients/FPIs (Category III)/Scheme of Mutual Funds</b>	<p>The gross open position across all the derivative contracts for a security for each specific client shall not exceed higher of 1% of the free float market capitalization (in terms of number of shares) OR 5% of the open interest in all derivative contracts in the same underlying stock.</p>

\*As per SEBI circular no. SEBI/HO/MRD/DRMNP/CIR/P/2017/31 dated April 13, 2017 “The Market Wide Position Limit (MWPL) for ‘derivatives on Indian equity shares’ shall be equal to ten percent of the number of shares held by non-promoters in the relevant underlying security (i.e. free-float holding). Further, the MWPL for ‘derivatives on Indian equity shares’ in recognized stock exchanges in IFSC shall be reckoned separately from that in recognized stock exchanges in domestic market and the MWPL (in value terms), in no circumstances, shall exceed the fifty percent of the MWPL (in value terms) in recognized stock exchanges in domestic market.