



Circular no.: MCX/S&I/173/2018

May 04, 2018

Due Diligence while placement of orders

In terms of provisions of the Rules, Bye-Laws and Business Rules of the Exchange; the members of the Exchange are hereby notified as under:

It has been observed that some member / clients are placing large number of orders or large quantity order within a short span of time at market price to create or square up the open position. Such orders may cause temporary volatility or price fluctuation and thereby result in abnormal movement in price of the concerned contract / commodity.

In view of the above, members are hereby advised to exercise due diligence and caution while placing such large quantity / number of orders at market price within a short span of time, and to implement appropriate internal systems / checks before placing of such orders, failing which the Exchange may consider to take appropriate disciplinary action as may deem fit against the concerned member.

Members are requested to take note of the above.

Armaan Gaus
Asst. Vice President

Kindly contact Customer Support on 022 - 6649 4040 or send an email at customersupport@mcxindia.com for further clarification.