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# National Stock Exchange of India Limited

## Circular

<b>Department: SURVEILLANCE</b>	
<b>Download Ref No:</b> NSE/SURV/74137	<b>Date:</b> May 08, 2026
<b>Circular Ref. No:</b> 342/2026	

To All NSE Members

**Sub: Reversal Trade Cancellation Mechanism (RTCM) in Equity & Equity Derivatives Segment (Five trading days horizon)**

1. This is in reference to circular NSE/SURV/74022 dated April 30, 2026 regarding Reversal Trade Cancellation Mechanism (RTCM) in Equity & Equity Derivatives Segment (Five trading days horizon)
2. Members are hereby informed that the 5-Day RTCM mechanism shall be made LIVE from May 11, 2026.
3. Further point 6 of aforementioned circular shall be read as under:
  - 3.1. In case of eligible reversal trade as defined in Para 3 above in a scrips/contract in Equity & Equity Derivatives segment, the Exchange shall automatically cancel the trade on an intra-day basis. Intraday basis cancellation shall pertain to only eligible reversal trades. The date of cancellation and date of trade shall be the same i.e No trades pertaining to previous day shall be cancelled. Upon such trade cancellations, trading members shall get below message on the respective trading terminals.
  - 3.2. Trade CXL: < Trade details> Trade Cancelled by Exchange User Id (Dealer ID).
4. Please note that RTCM is a facility provided by Exchange (including mechanism provided vide circular NSE/SURV/62493 dated June 18, 2024 and NSE/SURV/65645 dated December 17, 2024) to help prevent incidence of reversal trades between two PANs if certain thresholds are breached. However, the facility of RTCM does not absolve the Trading Members of their obligation to adhere to the provisions of circular NSE/INVG/46662 dated December 16, 2020.
5. Irrespective of the above RTCM mechanism, Trading Members are advised to continue to monitor and take necessary steps under the obligations set out in circular NSE/SURV/48818 dated July 1, 2021, with respect to transactions mentioned in circular NSE/INVG/46662 dated December 16, 2020.

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In case of any further queries, members might write to us on [surveillance@nse.co.in](mailto:surveillance@nse.co.in).

**For National Stock Exchange of India Limited**

**Mayank Rathod**

**Chief Manager - Surveillance**