

**GOVERNMENT OF INDIA  
FORWARD MARKETS COMMISSION  
MUMBAI**

**PRESS RELEASE**

**Stringent penalty for delay in uploading Client details for trading in commodity futures market**

The Commission has observed that some trading members of the national commodity exchanges have executed trades on behalf of clients without uploading their Unique Client Code (UCC) details. The delay in some cases was more than a week and in other cases more than a month. After detailed deliberations on the issue, the Commission has decided to revise the existing penalty structure so as to make it more stringent. The Commission has directed all the national exchanges to impose penalty of over 1% of the value of every trade that has been executed by the member without uploading UCC details of the clients. Further, the member will be liable to be suspended if the UCC details are not uploaded within a month of the trade.

The revised penalty will come into force from 17<sup>th</sup> October, 2011.

**Revised Guidelines on Client Code Modifications**

The Commission, in its efforts to ensure that Client Code Modification (CCM) facility is not misused by trading members, has issued fresh directives on the same. The CCM facility will be permitted only after carrying out corrections of genuine punching errors, that too during the specified time of the trading day. The penalty for CCM is 1% of the value of trade in respect of which the client code has been modified. The penalty will be 2% of the value of trade in respect of which client code has been modified if it was more than 5% of the trading done by the Member during that day. A minimum penalty of Rs. 25,000/- (Rupees Twenty Five Thousand) will be levied for client code modifications irrespective of the value of trade.

The Commodity Exchanges have, however, been authorized to waive the above penalty in cases of genuine punching errors.

The revised penalty has come into force 1<sup>st</sup> October, 2011.

**Dated the 7<sup>th</sup> day of October, 2011  
Forward Markets Commission  
Everest', 3rd Floor,  
100, Marine Drive,  
Mumbai**