

**SAARC colloquium
Management of stock exchanges
& Regulation of stock markets**



Stock Exchanges

- Securities Contracts Regulation Act
- Registered with SEBI
- Separation of
 - Ownership
 - Management
 - Participation

Objectives

- Nationwide order book
- Transparency
- Efficiency
- Safety & Integrity of markets
- Innovation
- Best practices

Entities

- Companies / Issuers
- Trading members
- Clearing members
- Custodians
- Clearing banks
- Depositories

Companies / issuers

- Listing of securities
- Governed by listing agreement
- Choice of multiple exchanges
- Disclosure based
 - Price sensitive information
 - Corporate governance
 - Periodic reporting
 - Investor grievances

Members

- Trading and clearing members
- Registration of members with SEBI
- Selection on the basis of
 - Fit and proper criteria
 - Experience in the business
 - Capital adequacy
 - Corporate setup
- Ongoing compliance

Members

- Trading clearing settlement and risk management
- KYC requirements
- Maintenance of records
- Compliance with Exchange rules and regulations
- Periodic inspection of records

Members

- Penalties and actions for non compliance
- Dispute resolution
- Arbitration mechanism
- Inspection by SEBI
- Periodic disclosure
 - Financials
 - Shareholding pattern



End – Thank You

