

Securities Lending and Borrowing

Product Specifications

Trade Relate

- 329 securities – including F&O , eligible non F&O stocks and ETFs
- 12 Monthly contracts
- 9.15 am to 5.00 pm

Orders

- Types :Lend, Borrow, Repay & Recall
- Quotes: Lending fees per share
- Lending Price: Underlying Close Price of T-1 day

Position Limit

- Market Wide (MWPL) : 10% of the no. of shares held by non-promoters in the security
- Institutional Investors : 10% of MWPL
- Client level : 1% of MWPL

Settlement

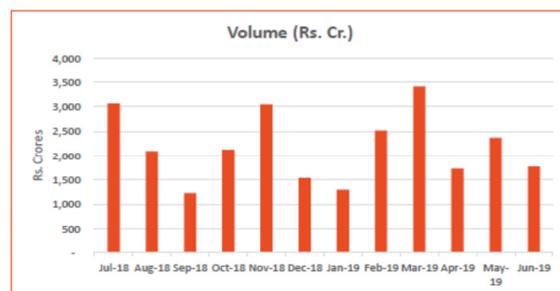
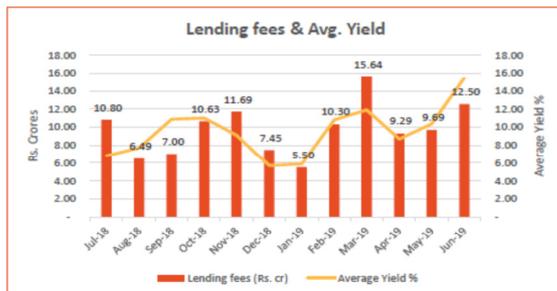
- 1st Leg : T+1;
- Reverse Leg : 1st Thursday of respective series month
- Shortage Handling:
 - 1st Leg : Securities shortage results in financial close out
 - Reverse Leg : Securities shortage results in Auction / Close-out

Charges & Taxation

- No Transaction charges (refer circular NCL/CMPT/40289)
- Transaction in SLB not a 'Transfer' under Indian Income Tax
- Securities Transaction Tax (STT) and SEBI Turnover Tax not applicable
- The lending fee earned from SLB transactions is considered as Business Income
- In case of closeout it would come under the purview of capital gain tax rules, as the closeout would be considered as sale of security

Volume, Lending fees and Average lending Yield of SLBM

- Average Lending fees range 8-12.5 crs in last one year
- Average Yield range from 7% to 12.5 % in last one year
- Average Volume~Rs.1700Cr to ~Rs.3400Cr. in one year
- Top 10 Stock traded in last 3 months has been provided in the below table



Source: NSE

Period	Top 10 Stocks traded (Based on lending fees)									
Jun-19	DHFL	TVSMOTOR	RELCAPITAL	JETAIRWAYS	MINDTREE	CUMMINSIND	PCJEWELLER	SBILIFE	JUSTDIAL	TORNTPOWER
May-19	JETAIRWAYS	PCJEWELLER	TVSMOTOR	VOLTAS	BAJAJ-AUTO	KOTAKBANK	PEL	PVR	ICICIBANK	DCBBANK
Apr-19	BAJAJ-AUTO	TVSMOTOR	JETAIRWAYS	IDEA	RBLBANK	PEL	IDFCFIRSTB	VGUARD	RELCAPITAL	COALINDIA

Source: NSE