NCDEX
Pragati ka Solid Exchange

NATIONAL COMMODITY & DERIVATIVES EXCHANGE LIMITED

Circular to all members of the Exchange
Circular No : NCDEX/COMPLIANCE-140/2023
Date : December 13, 2023
Subject : Change in submission timeline for reporting of Artificial Intelligence (AI) and Machine Learning (ML) applications and systems offered and used by market intermediaries

This is with reference to SEBI circular SEBI/MIRSD/DOS2/2019/10 dated January 04, 2019 regarding reporting for Artificial Intelligence (AI) and Machine Learning (ML) applications and systems offered and used by market intermediaries.

As per communication received from SEBI, members are hereby informed that the timeline for reporting of Artificial Intelligence (AI) and Machine Learning (ML) applications and systems shall be revised and the below mentioned timelines will be followed with immediate effect:

Intermediary	Current Timelines for reporting of AI/ML applications	Revised Timeline for reporting of AI/ML applications
Trading Members using Algorithm software	Quarterly basis within 15 calendar days of the expiry of the quarter	Half yearly basis within 15 calendar days of the expiry of the half year
Other Trading Members		Annually within 15 calendar days of the expiry of a year

Kindly note that requirement of reporting of AI/ML based application or system is defined in Annexure B and reporting format is provided in Annexure A of SEBI circular SEBI/MIRSD/DOS2/2019/10 dated January 04, 2019, and continues to remain the same.

The submission of AI/ML applications is mandatory for all active Trading Members of the Exchange (i.e. those who have executed even a single trade during the half year/annual period as mentioned above) irrespective of whether they are using AI/ML systems or not. The Trading Members who are not using AI/ML systems are also required to report NIL submission. Kindly note that the next submission will be applicable for half year/annual period March 31, 2024.

Members are requested to take note of the contents of the circular and comply.

For and on behalf of
National Commodity & Derivatives Exchange Limited

Pranesh Shetty
Vice President – Inspection & Enforcement

For further information/clarifications, please contact
1. Customer Service Group on toll free number: 1800 26 62339
2. Customer Service Group by e-mail to : askus@ncdex.com