

NATIONAL STOCK EXCHANGE OF INDIA LIMITED

DEPARTMENT : FINANCE AND ACCOUNTS	
Download Ref.No.: NSE/FA/22114	Date : November 12, 2012
Circular Ref.No.: 7/2012	

NSE Members

Sub : Revision in charges for Co-location services offered by the Exchange

Since inception, the Exchange has been taking various initiatives to offer innovative and best in class products and services in a most cost effective manner to its members and investors. Most of these initiatives are of pioneering nature. While doing this, NSE has always strived to maintain fine balance among multiple objectives of market development thru' innovation, market integrity and cost optimization for its members in setting up & developing their operations and service networks.

Towards this, some time back the Exchange started offering Co-location (COLO) services to its members at its premises. The main objective of the COLO service is to reduce the latency in terms of the connectivity to the trading system for DMA, ALGO and Smart Order Routing. As you are aware, the said initiative of the Exchange has been extremely well received by the market participants and has helped them enormously by reducing latency.

Presently, the Exchange offers the COLO facility in two variants namely Full racks and Half Racks. The Half rack variant is especially designed to cater to the needs of small and medium size members desirous of availing the benefits of colocation services offered by the Exchange in a cost effective manner.

Currently the Exchange levies following charges on an annual basis.

(Rs. in Lacs)

Rack Size	Charges per rack p.a.(A)	Basic IT charges p.a. (B)	Total (A+B)
Full rack	20.00	2.50	22.50
Half rack	8.50	1.50	10.00

The Exchange has been receiving various requests / feedback from the members including a need for rationalizing the current pricing structure especially to cater to the needs of small and medium size members.

Considering the same, it has been decided to reduce the existing per rack charges with effect from January 1, 2013 as below.

(Rs. in Lacs)

Rack Size	Charges per rack p.a. (incl. basic IT charges)
Full rack	12.00
Half rack	6.00

Any taxes, duties, levies etc. would be extra, as applicable.

Also, currently the billing cycle for COLO service corresponds to the date of subscription of the service by the member. In order to streamline the accounting and administrative process at the member's end it has been decided to align the same with the financial year (i.e. April to March each year).

Apart from the above, all the other terms, conditions etc. as mentioned in our earlier circular no. 693 dated August 31, 2009, circular no.712 dated March 04, 2010 and circular no.718 dated June 3, 2010 and circular no. 736 dated April 21, 2011 would remain the same. For the convenience of the members some of the key points are enumerated in Annexure 1 attached herewith.

In case of any clarifications, kindly contact Membership Department (Mr. Kautuk Upadhyay) on Tel No. 022-26598249 or Finance & Accounts Department (Mr. Prashant Chavan) on Tel No. 022-26598142

**For and on behalf of
National Stock Exchange of India Limited**

Yatrik Vin
Sr. Vice President
(Finance & Accounts)

Telephone No	Fax No	Email id
+91-22-26598142	+91-22-26598394	vneelkan@nse.co.in

Annexure I

Key Points

- (1) Exchange would provide 20 subnet IPs per Full rack, where the member could use a maximum of 10 subnet IPs each for Order Connectivity (interactive messages) and Market Data (Tick by Tick) respectively and Exchange would provide 10 subnet IP's per Half rack.
- (2) Backup restore facility will be charged at Rs. 66000/- per rack.
(Taxes, as applicable, would be extra)
- (3) For a new applicant, a one-time initial set up charge of Rs. 1,00,000/- for a Full rack and Rs. 50,000/- for a Half rack would be levied. (Taxes, as applicable, would be extra)
- (4) As there is no storage facility available for Member's IT equipments in Co-location facility at Exchange premises, members are requested to ensure that all IT equipments are installed in their respective allocated rack.
- (5) Also, Members are requested to ensure that their IT equipments installed at Co-location facility are insured fully.
- (6) As per the requirements, all the IT equipments installed at Co-location facility should be dual power supply and rack mountable only. In case if member installs single power supply equipments, the Exchange will not be responsible for any power outage.