



Mercantile Exchange Nepal Limited
— Where the Nation Trades —
AN ISO 9001:2015 CERTIFIED EXCHANGE

CLEARING MEMBER

I. Norms for Registration

Clearing Member,

- Should be an institution duly incorporated under the Law of Land, whose objectives in the MOA and/or its constitution permits such institution to involve in commodity market. If the firm is domiciled outside Nepal, it shall also require the necessary permission from the Government of Nepal to carry out its business activities in Nepal
- Shall be able to procure a wide range of Brokers and Clients.
- Should have adequate knowledge of commodity market and have good experience simultaneously having knowledge of national and international market trends.
- Should Comply with Capital & Technical requirements as prescribed by the Exchange.
- Shall have the capacity to quote orders and also clear their customer's trades.
- Should possess the minimum Net worth as prescribed by the Exchange
- Should have the necessary infrastructure to efficiently and effectively discharge its clearing and trading activities
- Should agree to abide by all Exchange Rules and to cooperate in their enforcement.
- Shall agree to guarantee and assume complete responsibility for trades executed through it.
- Should not have any cases against financial crimes or fraud in any court in Nepal.



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II. Procedure for Registration

If the above norms are fulfilled then the applicant is eligible for becoming a Clearing Member and it shall follow the below mentioned procedures for taking the Membership:

- The applicant shall fill up the forms available in MEX website for taking Clearing Membership and submit it along with other company related documents to the Exchange. They shall also pay the membership fee prevailing at the time of admission to the Exchange.
[refer: Documents to be submitted by a Clearing Member]
- The received documents shall be verified for all the details and its correctness, if any missed out/incorrect shall be corrected by the applicant.
- Based on the available documents and sufficiency of the required things and fulfillment of all the norms, the application shall be approved or rejected.
- After the verification, if all the required compliances are done, the application shall be approved by the compliance department of the Exchange.
- Once approved, the new Clearing Member shall sign agreement with the Exchange.
- Then it shall open bank accounts in the designated bank/s as prescribed by the Exchange.
- The Clearing Member Code shall be issued by the Exchange and it shall receive the Clearing Member Console from the Exchange.
- The Clearing Member shall come into operation within five trading days of receiving the membership certificate from the Exchange.