



NOTIFICATION

**This has been Superseded by Notification No.CCIL/CFM-
DRV/15/39 dated 28-Jul-2015 on Collateral Work-Flow
Procedure with effect from 03rd August, 2015**

RUPEE DERIVATIVES (GUARANTEED SETTLEMENT) SEGMENT

Date: March 27, 2014

Notification No: CCIL/CFM-DRV/14/16

Collateral Work-Flow Procedure w.e.f. 28th March 2014

I. General

- a) In terms of CCIL's Bye-Laws, Rules and Regulations all members desirous of availing the facility of Guaranteed Settlement of Rupee Derivatives trades from trade date are required to contribute collaterals to cover their margin obligations for their IRS and FRA trades submitted in CCIL's Rupee Derivatives (Guaranteed Settlement) Segment ;
- b) The Rules and Regulations governing member's margin obligation have been spelt out in CCIL's Bye-Laws, Rules and Regulations and all members shall be governed by the relative provisions as applicable ;
- c) This Notification, issued in terms of provisions contained in CCIL's Bye-Laws, Rules and Regulations, sets out the workflow process relating to deposit(s), withdrawal(s), substitution of all types of collaterals to be maintained with CCIL for Rupee Derivatives (Guaranteed Settlement) Segment;
- d) The types of collateral eligible for margin contributions towards Rupee Derivatives (Guaranteed Settlement) Segment include Funds in form of INR and Eligible Government Securities ;
- e) The Unutilised portion of Member's Settlement Guarantee Fund (SGF) contribution towards CCIL's Securities Segment shall be eligible for margin contribution towards Rupee Derivatives (Guaranteed Settlement) Segment;
- f) All contributions/Withdrawals of collaterals/margins shall be captured, stored and maintained by CCIL on Value Date basis ;

**II. RUPEE DERIVATIVES (GUARANTEED SETTLEMENT)
COLLATERAL/MARGIN CONTRIBUTIONS FROM UNUTILISED PORTION
OF SECURITIES SEGMENT SGF**

- a) Unutilised SGF contribution towards Securities Segment shall be applied towards collateral/margin obligation of a member to cover the margin obligation for its Rupee Derivatives Trades, subject to provisions of CCIL's Bye-laws, Rules and Regulations ;
- b) Members may kindly note that CCIL's Bye-laws, Rules & Regulations, Notifications, procedures, terms, conditions, provisions, etc. governing Securities Segment SGF shall be applicable to their collateral/margin contribution for Rupee Derivatives (Guaranteed Settlement) Segment from their Securities Segment SGF unless otherwise specified;





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- c) In terms of Securities Segment Regulations, members are required to maintain at least **10%** of their margin requirements in the form of INR fund contributions to Securities Segment SGF ;
- d) In addition to the above members of Rupee Derivatives (Guaranteed Settlement) Segment, are required to maintain at least **5%** of their margin requirement for Rupee Derivatives (Guaranteed Settlement) Segment in the form of INR funds contributions to Securities Segment SGF;
- e) The work-flow process for deposit(s), withdrawals (s), and substitution(s) of Funds (INR) and Government of India Securities as spelt out in our Notification(s) for Securities Segment SGF revised from time to time shall be applicable for Rupee Derivatives (Guaranteed Settlement) Segment;
- f) The applicable Notifications are :
- I. Notification Number CCIL/MCM-SS/06/12 dated 29th August,2006
 - II. Notification Number CCIL/MCM-SS/06/18 dated 25th September 2006
 - III. Notification Number CCIL/MCM-SS/07/20 dated 07th May, 2007
 - IV. Notification Number CCIL/CFM-SS/10/04 dated 19th February, 2010
 - V. Notification Number CCIL/CFM-SS/10/16 dated 30th July 2010
- (Copy of each Notification is attached herewith)

for The Clearing Corporation of India Limited


p.Managing Director

