



THE CLEARING CORPORATION OF INDIA LIMITED

NOTIFICATION

CLS SEGMENT

This has been superseded by Notification No. CCIL/FX-CLS/14/24 dated 02-Jul-2014 on Changes to the CLS Segment Regulations

Date: **May 7, 2007**

Notification No: **CCIL/FX-CLS/07/13**

**To,
All Members**

Dear Sir,

Changes to the CLS Regulations

It has been decided that the USD payout due to a member in the USD-INR segment may be used to settle a member's settlement obligation in USD in the CLS Segment upon a request being received from the member and subject to confirmation from the Reserve Bank of India about the successful completion of the INR settlement. Accordingly Chapter IV (K) (1) of the CLS Regulations stand suitably modified to read as under:

“K) PAY-IN (MEMBER'S NET SHORT POSITION)

A Member having a net short position in a CLS currency shall:

- (a) Have executed a Direct Debit Mandate (MT204) to enable Clearing Corporation to raise a direct debit with the Member's Correspondent Bank in the respective currency short positions; or*
- (b) shall send the necessary payment instructions to its correspondent bank for its foreign currency payment obligation and confirm, to Clearing Corporation in the format prescribed.*
- c) Clearing Corporation may, upon a specific request received from a member, in the format prescribed and on confirmation of successful completion of the INR settlement by the member, transfer the USD funds receivable (in part or full) from the Forex Settlement Segment (USD-INR segment) to the CLS segment for a given value date subject to the conditions as notified by Clearing Corporation from time to time. The member shall however continue to be liable to effect the payment for the balance, if any due towards settlement of the short position through the debit mandate or by effecting necessary payment instructions as above.*

Settlement of all trade obligations by a member shall be deemed to have been completed by that member upon actual receipt of payment by Clearing Corporation into its nostro account(s) on the settlement date within the cut-off time prescribed for the purpose.”

Thanking you,

Yours faithfully,
for The Clearing Corporation of India Ltd.

Managing Director