

# THE CLEARING CORPORATION OF INDIA LTD.

## NOTIFICATION

**This has been superseded by Notification No. CCIL/OPS/SS /14 - 15/29 dated 07-Aug-2014 on Securities Segment – Schedule of Fees & Charges**

CCIL/OPS/SS/14/ 04

3<sup>rd</sup> March, 2014

**Membership Department & Operations - Fixed Income & Money Market Department**

**Securities Segment**

**Securities Segment Members:**

Madam/ Dear Sir,

**No settlement charges for secondary market trades in G.Secs up to FV 1 crore by Individual Investors (Gilt Account Holders).**

The Gandhi Committee report on 'Enhancing Liquidity in the Government Securities and Interest Rate Derivatives Markets' had, as part of its recommendations in August 2012, suggested that as a desirable measure, to ease the burden of transaction cost on individual investors, Reserve Bank may, in consultation with CCIL, consider waiving off the settlement charges for all retail transactions (i.e., transactions whose face value is capped at a certain amount) that are put through either NDS-OM or NDS-OM Reporting.

Accordingly, it is now proposed that, effective 1<sup>st</sup> April 2014, settlement charges shall be waived on trades up to FV Rs. 1 crore done by Individual Investors. Settlement charges would be applicable to the counterparty to those trades if such counterparty is not an Individual Investor.

In terms of Chapter XII "Fees and Charges" of Securities Segment Regulations the revised fees and charges schedule is annexed.

All Members shall add a prefix, in the same manner as given below including the spacing, in the CSGL field of NDS-OM and NDS-OM Reporting, before any other information including the name of Gilt Account Holder. This would be a pre requisite for eligibility for waiver of settlement charges. The Primary Member shall ensure that one of the following prefixes is correctly captured in case such trade is done by an Individual Investor.

"Ind Inv - Mr "

"Ind Inv - Mrs "

"Ind Inv - Miss "

"Ind Inv - Master "

Yours faithfully

-sd-

Managing Director

**Annexure - Revised Schedule of Transaction Charges w.e.f. 1<sup>st</sup> April, 2014**

<b>A Settlement of Outright Trades</b>	
<b>Particular</b>	<b>Transaction Charges</b>
<b>OUTRIGHT TRADES</b> 1. Dated Securities & Treasury Bills ( Payable by each counter party )  2. STRIPS Securities ( Payable by each counter party )	a) Rs.150 per crore for Dated Securities are payable on Face Value  b) Rs.75 per crore for Treasury Bills are payable on Face Value  Minimum Rs. 25/- Maximum Rs. 5000/- per Trade  a) Rs.50 per crore are payable on Settlement Consideration  Minimum Rs. 50/- Maximum Rs. 2500/- per Trade

Outright trades by individual Investors up to and including FV Rs. 1 crore, received for settlement will be exempted from settlement charges provided the Primary Member while capturing those trades in NDS-OM and / or NDS-OM Reporting captures in the CSGL field before capturing any other information, the prefix as notified by Clearing Corporation. Settlement charges would be applicable to the counterparty to those trades if such counterparty is not an Individual Investor.

**Service Tax shall be applicable on above Charges At Applicable rate.**

<b>B Settlement of Repo Trades</b>	
<b>Particular</b>	<b>Transaction Charges</b>
OVERNIGHT AND TERM REPO TRADES (Includes Dated Securities, T-Bills & STRIPS)  ( Payable by each counter party )	Rs. 15 per crore of face value for each leg of repo trade.  The above charges are subject to Minimum of Rs. 15/- and Maximum of Rs. 1500/- for each leg.
<b>C</b> Delayed payment of Transaction Charges.  ( If payment is made after 10 <sup>th</sup> of a calendar month )	5 basis point per day on the charges payable till the payment of charges.
<b>D Penalty for Margin Shortfall</b>	
Penalty for Margin Shortfall.	a) 5 basis point per day on the

