

DVP

Below are Back Testing Results of the effectiveness of using yield spreads/illiquidity related adjustments during the month of Nov'23 to be uploaded on website.

Please Approve



The Clearing Corporation of India Ltd.

RMD/SS/BT/23/12

Dated : 15th Dec'23

Securities Segment

Back Testing Results of the effectiveness of using yield spreads/illiquidity related adjustments during the month of Nov'23.

In terms of Para 3 of Notification No.RMD/SS/09/13 dated 28th August'09, yield spreads and spreads in terms of Rupees & paise are being used to factor in impact of illiquidity for the purpose of valuation

2. Improvement in terms of bringing model prices of securities closer to weighted average of traded prices could be achieved during Nov'23 as under:

S.No.	Category	Improvement in no. of cases*
1	Government of India Securities	100.00%
2	Special Securities issued by Government of India	100.00%
3	State Government Securities	100.00%

*Difference of less than Rs. 0.50 ignored.

3. There were no case of GOI Securities or SDLs where due to yield spread and illiquidity related adjustments, the model price moved away from weighted average of traded price by significant margin (Rs.1 or more).

4. Detailed document is available with us and can be accessed with specific request during current month.

sd/-
Chief Risk Officer
(Risk Management)