



Risk Management Department

No.RMD/DRV/21/39

30th Dec, 2021

FOR INFORMATION OF ALL MEMBERS

**Rupee Derivatives (Guaranteed Settlement) Segment
MIFOR CCP Clearing**

We refer to our notification no: CCIL/DRV/IRS/18/107 dated 17th Oct, 2018 announcing the commencement of guaranteed settlement services in respect of Interest Rate Swaps (IRS) referenced to the MIFOR benchmark. In terms of this Notification, only those trades which have a residual maturity of five years or less as on the date of acceptance are accepted for CCP clearing provided other criteria mentioned in the notification are met.

2. The “Roadmap for LIBOR Transition” issued by the Reserve bank of India vide its Notification RBI/2021-22/69 CO.FMRD.DIRD.S39/14.02.001/2021-22 dated 8th Jul'21, calls for the cessation of trading in Interest Rate Swaps referenced to MIFOR benchmark from January 1, 2022 except for trades undertaken for certain specific purposes as prescribed by RBI.

3. In view of the likely cessation in trading in Interest Rate Swaps referenced to MIFOR benchmark, CCIL will follow the road map with regard to its CCP clearing services for such trades as mentioned below:

- (i) In terms of our Notification No: CCIL/DRV/IRS/18/107 dated 17th Oct, 2018 mentioned above, till Friday, 31st Dec'21, CCIL shall continue to accept for CCP clearing, trades which have a residual maturity of five years or less as on 31st Dec'21 i.e. trades with termination date of 4th Jan'27 or earlier will be eligible for CCP clearing.
- (ii) From Monday, 3rd Jan'22 onwards, only those trades which have a termination date of 4th Jan'27 or earlier shall be accepted for CCP clearing, provided other criteria mentioned in our notification



CCIL/DRV/IRS/18/107 are met. Trades which do not meet these criteria shall be eligible for non-guaranteed settlement by CCIL.

4 The commencement of CCP clearing services for Interest Rate Swaps referenced to Modified MIFOR benchmark shall be announced shortly vide a separate Notification.

This notification comes into effect from **03rd Jan'22**.

Yours faithfully,

For The Clearing Corporation of India Ltd.,

Sd/-

Managing Director
