

Risk Management Department

This has been Superseded by Notification No. RMD/FX-FF/21/29 dated 01-Sept-2021 on FxFwd - Default Fund

No. RMD/ FX-FF/10/25

30th Aug10

FOR INFORMATION OF ALL MEMBERS

Forex Forwards Segment Contribution to Default Fund

In terms of the provisions of Chapter VII of the Regulations of the Forex Forwards Segment, it has been decided that Clearing Corporation shall maintain a dedicated Default Fund in respect of its Forex Forwards Segment with a view to meeting risks arising out of any default by the members of this segment in discharging their obligations. The Default Fund will come into effect from 1st Oct'10.

2. The size of the fund will determined as specified in Clause B of Chapter VII of the said Regulations and will be reviewed at the end of every calendar quarter (March, June, September and December).
3. In terms of Clause C of Chapter VII, the member's contribution to the DF shall be determined with reference to the total size of the fund and shall be based on the average outstanding gross trade volume of the member and the average IM contribution during the previous calendar Quarter, with equal weights assigned to each. *The minimum contribution of a member shall be Rs.1 Crore.*
4. In terms of Clause D of Chapter VII, the individual contributions towards the fund may be in the form of cash and / or eligible Government Securities. All Central Govt. Securities (*except Special Securities*) including STRIPS created out of these securities and Treasury Bills (including Cash Management Bills) will automatically be eligible for deposit towards the Default Fund. A list of eligible Securities is enclosed as Annexure I. Any new security becoming eligible for deposit towards the Default Fund will be notified to the members.
5. The Administration of the collateral deposited towards the Default Fund will be in terms of the provisions of Clause E of Chapter VII of the Regulations.

6. All deposits, withdrawals and substitutions of the contributions towards the Default Fund will be governed by the provisions of Clause F of Chapter VII of the Regulations.
7. Payment of interest earned by the members on their securities contributed to the Default Fund will be as governed by Clause G of Chapter VII of the Regulations. Interest on cash contributed will be paid net of cost and other expenses on a quarterly basis.
8. The securities contributed by members towards Default Fund will be valued daily at end of the day. If the value of the securities net of haircuts falls below a threshold level as notified by Clearing Corporation from time to time, Members shall be required to contribute such additional sums to the Default Fund as may be necessary. To start with, the threshold level will be set at 95%.
9. The utilisation of the Default Fund in the event of a default will be governed by the provisions of Clause I of Chapter VII of the Regulations. The events triggering replenishment of the member's contribution to the Default Fund and the procedure for such replenishment will be governed by the provisions of Clause J of the Regulations.

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NOTIFICATION
Forex Forwards Segment

No. RMD/FX-FF/10/25

30th Aug, 2010

Eligible Securities for Default Fund & Haircut Rates

Complete list of Eligible Securities
(w.e.f. 27th Aug' 10)

A. Government of India Treasury Bills & Cash Management Bills

Sr. No.	ISIN No.	Security Description	Coupon	Maturity Date	Hair Cut Rate (%)
1	IN002009Z025	364 DTB Maturing on 27/08/2010	-	27-Aug-10	1.00
2	IN002010X028	91 DTB Maturing on 27/08/2010	-	27-Aug-10	1.00
3	IN002009Y028	182 DTB Maturing on 03/09/2010	-	3-Sep-10	1.00
4	IN002010X028	91 DTB Maturing on 03/09/2010	-	3-Sep-10	1.00
5	IN002009Z025	364 DTB Maturing on 10/09/2010	-	10-Sep-10	1.00
6	IN002010X028	91 DTB Maturing on 10/09/2010	-	10-Sep-10	1.00
7	IN002009Y028	182 DTB Maturing on 17/09/2010	-	17-Sep-10	1.00
8	IN002010X028	91 DTB Maturing on 17/09/2010	-	17-Sep-10	1.00
9	IN002010X028	91 DTB Maturing on 24/09/2010	-	24-Sep-10	1.00
10	IN002009Z025	364 DTB Maturing on 24/09/2010	-	24-Sep-10	1.00
11	IN002009Y028	182 DTB Maturing on 29/09/2010	-	29-Sep-10	1.00
12	IN002010X028	91 DTB Maturing on 01/10/2010	-	1-Oct-10	1.00
13	IN002010X028	91 DTB Maturing on 08/10/2010	-	8-Oct-10	1.00
14	IN002009Z025	364 DTB Maturing on 08/10/2010	-	8-Oct-10	1.00
15	IN002010Y026	182 DTB Maturing on 15/10/2010	-	15-Oct-10	1.00
16	IN002010X028	91 DTB Maturing on 15/10/2010	-	15-Oct-10	1.00
17	IN002010X028	91 DTB Maturing on 22/10/2010	-	22-Oct-10	1.00
18	IN002009Z025	364 DTB Maturing on 22/10/2010	-	22-Oct-10	1.00
19	IN002010X028	91 DTB Maturing on 29/10/2010	-	29-Oct-10	1.00
20	IN002010Y026	182 DTB Maturing on 29/10/2010	-	29-Oct-10	1.00
21	IN002010X028	91 DTB Maturing on 05/11/2010	-	5-Nov-10	1.00
22	IN002009Z025	364 DTB Maturing on 05/11/2010	-	5-Nov-10	1.00
23	IN002010X028	91 DTB Maturing on 12/11/2010	-	12-Nov-10	1.00
24	IN002010Y026	182 DTB Maturing on 12/11/2010	-	12-Nov-10	1.00
25	IN002010X028	91 DTB Maturing on 19/11/2010	-	19-Nov-10	1.00
26	IN002009Z025	364 DTB Maturing on 19/11/2010	-	19-Nov-10	1.00
27	IN002010X028	91 DTB Maturing on 26/11/2010	-	26-Nov-10	1.00
28	IN002010Y026	182 DTB Maturing on 26/11/2010	-	26-Nov-10	1.00
29	IN002009Z025	364 DTB Maturing on 03/12/2010	-	3-Dec-10	1.00
30	IN002010Y026	182 DTB Maturing on 10/12/2010	-	10-Dec-10	1.00
31	IN002009Z025	364 DTB Maturing on 17/12/2010	-	17-Dec-10	1.00
32	IN002010Y026	182 DTB Maturing on 24/12/2010	-	24-Dec-10	1.00
33	IN002009Z025	364 DTB Maturing on 31/12/2010	-	31-Dec-10	1.00
34	IN002010Y026	182 DTB Maturing on 07/01/2011	-	7-Jan-11	1.00
35	IN002009Z025	364 DTB Maturing on 14/01/2011	-	14-Jan-11	1.00
36	IN002010Y026	182 DTB Maturing on 21/01/2011	-	21-Jan-11	1.00
37	IN002009Z025	364 DTB Maturing on 28/01/2011	-	28-Jan-11	1.00
38	IN002010Y026	182 DTB Maturing on 04/02/2011	-	4-Feb-11	1.00
39	IN002009Z025	364 DTB Maturing on 10/02/2011	-	10-Feb-11	1.00
40	IN002010Y026	182 DTB Maturing on 18/02/2011	-	18-Feb-11	1.00
41	IN002009Z025	364 DTB Maturing on 25/02/2011	-	25-Feb-11	1.00
42	IN002009Z025	364 DTB Maturing on 11/03/2011	-	11-Mar-11	1.00
43	IN002009Z025	364 DTB Maturing on 25/03/2011	-	25-Mar-11	1.00
44	IN002010Z023	364 DTB Maturing on 08/04/2011	-	8-Apr-11	1.00
45	IN002010Z023	364 DTB Maturing on 22/04/2011	-	22-Apr-11	1.00
46	IN002010Z023	364 DTB Maturing on 06/05/2011	-	6-May-11	1.00
47	IN002010Z023	364 DTB Maturing on 20/05/2011	-	20-May-11	1.00
48	IN002010Z023	364 DTB Maturing on 03/06/2011	-	3-Jun-11	1.00
49	IN002010Z023	364 DTB Maturing on 17/06/2011	-	17-Jun-11	1.00
50	IN002010Z023	364 DTB Maturing on 01/07/2011	-	1-Jul-11	1.00
51	IN002010Z023	364 DTB Maturing on 15/07/2011	-	15-Jul-11	1.00
52	IN002010Z023	364 DTB Maturing on 29/07/2011	-	29-Jul-11	1.00
53	IN002010Z023	364 DTB Maturing on 12/08/2011	-	12-Aug-11	1.00
54	IN002010Z023	364 DTB Maturing on 26/08/2011	-	26-Aug-11	1.00

Government of India Securities

Sr. No.	ISIN No.	Security Description	Coupon	Maturity Date	Existing Hair Cut Rate (%)
1	IN0019820128	8.75% 2010	8.75	13/Dec/10	1.00
2	IN000111C012	GS02JAN2011C	0.00	02/Jan/11	1.00
3	IN0019980344	12.32% G. S. 2011	12.32	29/Jan/11	2.00
4	IN0020020213	6.57% GOVT. STOCK 2011	6.57	24/Feb/11	2.00
5	IN0019810020	8.00% 2011	8.00	27/Apr/11	2.00
6	IN0020000041	10.95% G. S. 2011	10.95	30/May/11	2.00
7	IN000711P011	9.39% GS 02JUL2011P	0.00	02/Jul/11	2.00
8	IN000711C019	GS02JUL2011C	0.00	02/Jul/11	2.00
9	IN0020010057	9.39% G. S. 2011	9.39	02/Jul/11	2.00
10	IN0019910044	11.50% 2011	11.50	05/Aug/11	2.00
11	IN0020032028	GOI FLOATING RATE BONDS2011	3.76	08/Aug/11	2.00
12	IN0019910127	12.00% 2011	12.00	21/Oct/11	2.00
13	IN0020000116	11.50% G. S. 2011	11.50	24/Nov/11	2.00
14	IN0020020023	6.85% G.S. 2012	6.85	05/Apr/12	3.00
15	IN0020020056	7.40% G.S. 2012	7.40	03/May/12	2.00
16	IN0019840035	10.25% 2012	10.25	01/Jun/12	3.00
17	IN0020000066	11.03% G. S. 2012	11.03	18/Jul/12	3.00
18	IN0020020080	6.72% G.S 2012	6.72	18/Jul/12	3.00
19	IN0020010073	9.40% GS 2012	9.40	11/Sep/12	3.00
20	IN0020032036	GOI FLOATING RATE BOND 2012	4.54	10/Nov/12	3.00
21	IN0019820037	9.00% 2013	9.00	24/May/13	3.00
22	IN0020010032	9.81% G. S. 2013	9.81	30/May/13	3.00
23	IN0019980187	12.40% G. S. 2013	12.40	20/Aug/13	3.00
24	IN0020020122	7.27% G.S 2013	7.27	03/Sep/13	3.00
25	IN0020042043	GOI FLOATING RATE BOND 2013	4.36	10/Sep/13	3.00
26	IN0020030105	5.32% GOVT. STOCK 2014	5.32	16/Feb/14	3.00
27	IN0020020221	6.72% GOVT. STOCK 2014	6.72	24/Feb/14	3.00
28	IN0020020049	7.37% G.S. 2014	7.37	16/Apr/14	4.00
29	IN0020090018	6.07% GOVT.STOCK 2014	6.07	15/May/14	4.00
30	IN0020032010	GOI FLOATING RATE BONDS 2014	4.96	20/May/14	4.00
31	IN0019830010	10.00% 2014	10.00	30/May/14	4.00
32	IN0020090067	7.32% GOVT.STOCK 2014	7.32	20/Oct/14	4.00
33	IN0019840084	10.50% 2014	10.50	29/Oct/14	4.00
34	IN0020080043	7.56% GOVT.STOCK 2014	7.56	03/Nov/14	4.00
35	IN0019990137	11.83% G.S. 2014	11.83	12/Nov/14	4.00
36	IN0020000132	10.47% G. S. 2015	10.47	12/Feb/15	4.00
37	IN0020000033	10.79% G. S. 2015	10.79	19/May/15	4.00
38	IN0019850034	11.50% 2015	11.50	21/May/15	4.00
39	IN0020090026	6.49% GOVT.STOCK 2015	6.49	08/Jun/15	4.00
40	IN0020100023	7.17% GOVT.STOCK 2015	7.17	14/Jun/15	4.00
41	IN0020042027	GOI FLOATING RATE BOND 2015	5.47	02/Jul/15	5.00
42	IN0020000090	11.43% G. S. 2015	11.43	07/Aug/15	5.00
43	IN0020042035	GOI FLOATING RATE BOND 2015 II	3.76	10/Aug/15	5.00
44	IN0020020130	7.38% G.S 2015	7.38	03/Sep/15	4.00
45	IN0020010099	9.85% G. S. 2015	9.85	16/Oct/15	5.00
46	IN0020060219	7.59% GOVT.STOCK 2016	7.59	12/Apr/16	5.00
47	IN0020010016	10.71% G. S. 2016	10.71	19/Apr/16	5.00
48	IN0020042019	GOI FLOATING RATE BOND 2016	5.01	07/May/16	5.00
49	IN0020040013	5.59% GOVT. STOCK 2016	5.59	04/Jun/16	5.00
50	IN0019990129	12.30% G. S. 2016	12.30	02/Jul/16	5.00
51	IN0020090059	7.02% GOVT.STOCK 2016	7.02	17/Aug/16	3.00
52	IN0020010107	8.07% GS 2017	8.07	15/Jan/17	5.00
53	IN0020020031	7.49% G. S. 2017	7.49	16/Apr/17	5.00
54	IN0020022011	GOI FLOATING RATE BOND 2017	5.22	02/Jul/17	5.00
55	IN0020070010	7.99% GOVT.STOCK 2017	7.99	09/Jul/17	5.00
56	IN0020020098	7.46% G.S 2017	7.46	28/Aug/17	3.00
57	IN0020020163	6.25% G.S 2018	6.25	02/Jan/18	5.00
58	IN0020080019	8.24% GOVT.STOCK 2018	8.24	22/Apr/18	5.00
59	IN0020010024	10.45% G. S. 2018	10.45	30/Apr/18	5.00
60	IN0020030063	5.69% GOVT. STOCK 2018	5.69	25/Sep/18	5.00
61	IN0019980286	12.60% GS 2018	12.60	23/Nov/18	5.00
62	IN0020030097	5.64% GOVT. STOCK 2019	5.64	02/Jan/19	6.00
63	IN0020080068	6.05% GOVT.STOCK 2019	6.05	02/Feb/19	5.00
64	IN0020030048	6.05% GOVT. STOCK 2019	6.05	12/Jun/19	6.00
65	IN0020090042	6.90% GOVT.STOCK 2019	6.90	13/Jul/19	6.00
66	IN0020010065	10.03% G. S. 2019	10.03	09/Aug/19	5.00
67	IN0020020171	6.35% G.S 2020	6.35	02/Jan/20	6.00
68	IN0020000025	10.70% G. S. 2020	10.70	22/Apr/20	5.00
69	IN0020100015	7.80% GOVT.STOCK 2020	7.80	03/May/20	4.00
70	IN0020092071	GOI FLOATING RATE BOND 2020	4.92	21/Dec/20	6.00

71	IN0020000124	11.60% G. S. 2020	11.60	27/Dec/20	5.00
72	IN0020060318	7.94% GOVT.STOCK 2021	7.94	24/May/21	6.00
73	IN0020010040	10.25% G. S. 2021	10.25	30/May/21	5.00
74	IN0020060037	8.20% GOVT.STOCK 2022	8.20	15/Feb/22	3.00
75	IN0020020072	8.35% G.S. 2022	8.35	14/May/22	6.00
76	IN0020070028	8.08% GOVT.STOCK 2022	8.08	02/Aug/22	6.00
77	IN0020039031	5.87% GOVT. STOCK 2022	5.87	28/Aug/22	7.00
78	IN0020070051	8.13% GOVT.STOCK 2022	8.13	21/Sep/22	6.00
79	IN0020030014	6.30% GOVT. STOCK 2023	6.30	09/Apr/23	7.00
80	IN0020030055	6.17% GOVT. STOCK 2023	6.17	12/Jun/23	7.00
81	IN0020090034	7.35% GOVT.STOCK 2024	7.35	22/Jun/24	7.00
82	IN0020030071	5.97% GOVT. STOCK 2025	5.97	25/Sep/25	8.00
83	IN0020010081	10.18% GS 2026	10.18	11/Sep/26	7.00
84	IN0020060078	8.24% GOVT.STOCK 2027	8.24	15/Feb/27	6.00
85	IN0020070036	8.26% GOVT.STOCK 2027	8.26	02/Aug/27	6.00
86	IN0020070069	8.28% GOVT.STOCK 2027	8.28	21/Sep/27	7.00
87	IN0020020247	6.01% GOVT. STOCK 2028	6.01	25/Mar/28	8.00
88	IN0020030022	6.13% GOVT. STOCK 2028	6.13	04/Jun/28	8.00
89	IN0020060086	8.28% GOVT.STOCK 2032	8.28	15/Feb/32	6.00
90	IN0020070044	8.32% GOVT.STOCK 2032	8.32	02/Aug/32	6.00
91	IN0020020106	7.95% G.S 2032	7.95	28/Aug/32	8.00
92	IN0020070077	8.33% GOVT.STOCK 2032	8.33	21/Sep/32	8.00
93	IN0020040039	7.5% GOVT. STOCK 2034	7.50	10/Aug/34	8.00
94	IN0020050012	7.40% GOVT.STOCK 2035	7.40	09/Sep/35	8.00
95	IN0020060045	8.33% GOVT.STOCK 2036	8.33	07/Jun/36	8.00
96	IN0020080050	6.83% GOVT.STOCK 2039	6.83	19/Jan/39	9.00
97	IN0020100031	8.30% GOVT.STOCK 2040	8.30	02/Jul/40	7.00

Securities deposited in the Forex Forwards segment towards Default Fund would be revalued at the end of each working day using CCIL' s MTM prices for the day. The hair-cut rates are revised on Reporting Fridays and these rates would be advised to the members at least one day in advance.

sd/-

Mr. Siddhartha Roy
Chief Risk Officer