



**THE CLEARING CORPORATION OF INDIA LTD.
RISK MANAGEMENT DEPARTMENT**

CCIL/RMD/FX-FF/20/73

Date: 30th Dec 2020

FOR INFORMATION OF ALL MEMBERS

Forex Forward Segment

Close-out of accepted trades

Applicable Exchange Rate

Members are advised to take note of the revisions made to our Notification No. RMD/FX-FF/13/06, dated: 28th Feb' 13. The changes being implemented are underlined:

In terms of Clause C 3(b) of Chapter II of the Regulations for the Forex Forward Segment, Clearing Corporation can effect close-out of accepted trades of the exiting member(s) and their constituents (if not already ported) vis-à-vis its bilateral counter-party/(ies) at a pre-specified price/rate. In such cases, the pre-determined price/exchange rate will be the Mark to Market price of Clearing Corporation as applicable as at the end of the day of such close-out, if close out is effected at the end of the day or at Mark to Market price of Clearing Corporation as applicable at the end of previous day of such close out, if closed out is effected at the beginning of the day, adjusted for a spread of 1 paise per US Dollar in favour of the non-exiting counter-party.

2. Moreover, in terms of Clauses F2 of Chapter VI of the Regulations for the Forex Forward Segment, all or selected outstanding trades with Clearing Corporation may be closed out at a pre-determined price. The pre-determined price/exchange rate applicable for these close-outs will be the MTM price of Clearing Corporation as applicable as at the end of previous business day of such close-out.

3. These changes will come into effect from 01st Feb'2021.

**Sd/-
Managing Director**