



This has been superseded by Notification No. RMD/MCC/23/30 dated 30-Oct-2023 on Member Common Collateral

Risk Management Department

**No. RMD/SS/13/95
FOR INFORMATION OF ALL MEMBERS**

10/Dec/2013

**Securities Segment
Securities and Cash in Securities Segment SGF - Encumbrance to CCIL towards
margin requirement of members.**

In the Securities Segment, margins are made available by the members in the form of deposit of eligible Central Government Securities and Cash in their Securities Segment SGF accounts.

2. The margins deposited as above are used by the members for meeting their margin obligations across different segments viz. Securities Segment, Forex Forward Segment, Forex USD-INR Segment, Rupee Derivatives Segment (when it starts) and CLS Segment.

3. Apart from such balances, Mark to Market gain positions of the members in the Forex Forwards Segment (proposed in the Rupee Derivatives Segment as well) are notionally treated as margin credits in the accounts of the members.

4. CCIL has now developed a process to provide a report to its members in Securities Segment which will provide them details of their securities encumbered towards their margin requirements. Such a report will be made available at the end of the day. The details of encumbered security will be valid only at the end of the day and will change as the position changes the next day.

5. As there are various types of collaterals, a pre-decided process of allocation of collaterals against margin requirements is required for arriving at particulars of collaterals under encumbrance. For such allocation, the following sequence will be followed:

- a. Minimum cash margin required to be deposited by the member towards its margin obligation.
- b. Margin Credit if any, on account of MTM gain in the Forex Forwards Segment and Rupee Derivatives (when it starts).
- c. Cash margin over and above minimum cash margin requirement as in (a) above.



- d. Margins made available in the form of securities. Security with lower maturity will be given priority.

For The Clearing Corporation of India
Sd/-

Managing Director
