



THE CLEARING CORPORATION OF INDIA LTD.

**NOTIFICATION**

**CLS Segment**

**This has been superseded by Notification No. CCIL/FXS-CLS/20/58 dated 21-Sept-2020 on Changes to the CLS Segment Regulations**

Date: August 28, 2019

Notification No.: CCIL/FXS-CLS/19/33

To,

**Member Banks**

Dear Sir/Madam

**Changes to the CLS Segment Regulations**

CCIL avails CLS Third Party services of UBS Switzerland AG (UBS) for settlement of cross currency trades done by banks in India. For this purpose, UBS is connected to CLS system as an Alternate Submission Location of UBS AG, a Settlement Member of CLS Bank, from which CLS systems can be accessed. UBS has entered into a contractual relationship with UBS AG that enables UBS to settle transactions via UBS AG's Settlement Member accounts at CLS Bank.

The Swiss National Bank (SNB) has designated UBS as a systemically important bank (SIB) under the Swiss Banking Act (BA) Art. 8 (3). To ensure full compliance with the regulation, UBS intends to change its current CLS membership from Alternate Submission Location to Affiliate Member of CLS Bank from September 2019.

Members are hereby advised that the CLS Segment Regulations have been updated to reflect the change from tiered structure to direct CLS membership for UBS Switzerland AG effective September 2019.

The changes effected to the Regulations of the CLS Segment are enclosed as **Annexure**.

The updated Regulations are available on our website ([www.ccilindia.com](http://www.ccilindia.com)) under Membership section and shall be effective from **September 28, 2019**.

Yours faithfully,

**For The Clearing Corporation of India Ltd.,**

**Sd/-  
Managing Director**

Annexure to Notification No. CCIL/FXS-CLS/19/33

**THE CLEARING CORPORATION OF INDIA LIMITED**

**CHANGES TO REGULATIONS  
(CLS SEGMENT)**

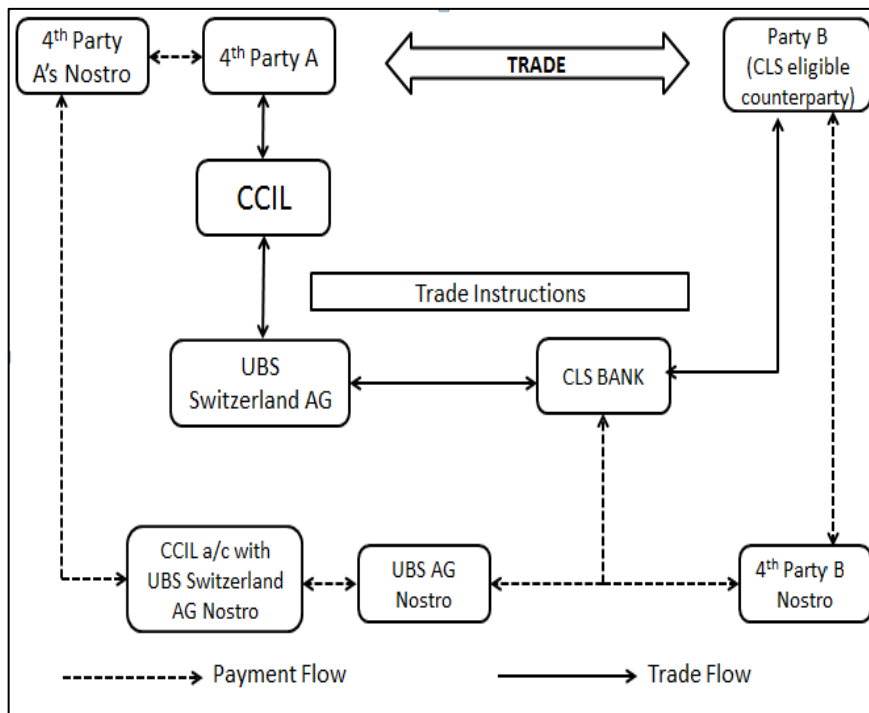
## Changes to CLS Segment Regulations

### **BACKGROUND FOR CLS REGULATIONS (Para 4)**

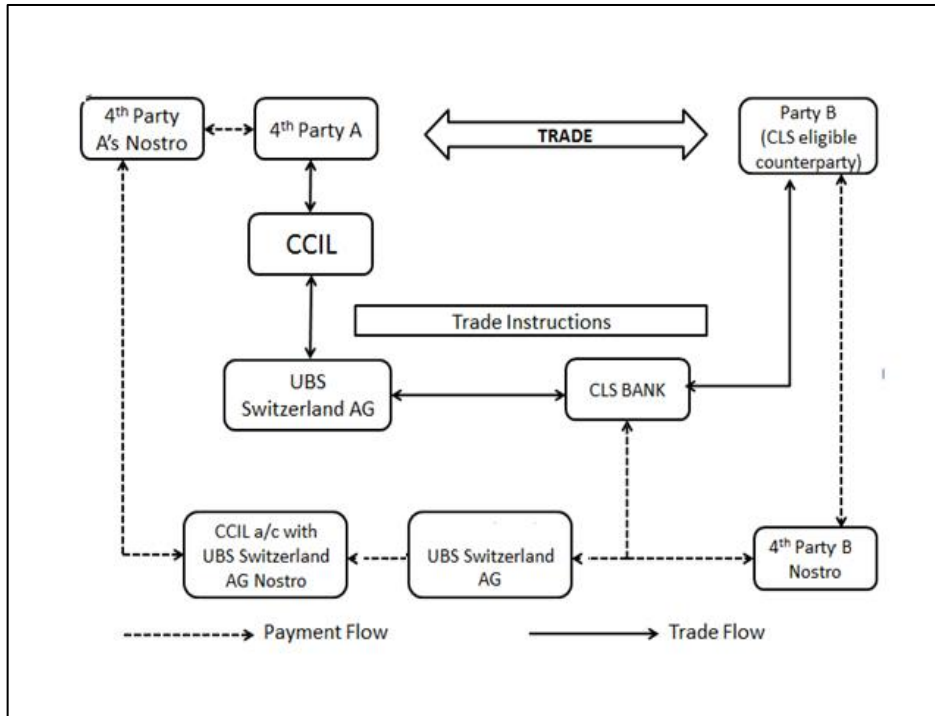
Clearing Corporation of India Limited (“CCIL”) facilitates settlement of inter-bank Cross Currency Deals through CLS Bank by availing the third party services of a Settlement member ~~UBS AG through its Alternate Submission location~~ UBS Switzerland AG hereinafter referred to as Settlement Bank. CCIL has the right to change the Settlement Bank at its own discretion subject to such contractual terms that CCIL may have agreed with the Settlement Bank, after due notification to its members.

### **CLS PROCESS FLOW**

#### **CURRENT:**



**PROPOSED:**



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