



THE CLEARING CORPORATION OF INDIA LTD

Risk Management Department

No. RMD/DRV/19/49

09th Sep'2019

FOR INFORMATION OF ALL MEMBERS

Rupee Derivatives Segment

Dear Sir/Madam,

Changes to the Regulations of the Rupee Derivatives Segment

Members are hereby advised that the Regulations of the Rupee Derivatives Segment have been amended to facilitate an auction based liquidation of a defaulter member's portfolio of outstanding rupee derivative trades referenced to the MIBOR and MIOIS benchmark. (If the defaulter's portfolio of outstanding trades includes rupee derivative trades referenced to the MIFOR benchmark, CCIL's extant default handling process will be used to close out such trades)

2. The chapters of the Regulations which have been modified for both these segments are as under:

i.	Definitions	New definitions introduced as part of the revised auction based default handling process in the Rupee Derivatives Segment.
ii.	Default	The handling of default by a member has been revised to include auction based default handling process for trades linked to MIBOR and MIOIS benchmarks. Additional recovery tools to be used in case of a participant default have also been introduced in the Rupee Derivatives Segment.
iii.	Default Fund	Provision to call for replenishment of default fund by non-defaulting members in cash has been introduced in the Rupee Derivatives Segment. Provision to utilise default fund of non-defaulting members in case of a participant default as per non-defaulting member's performance in auction has



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		been incorporated in the default waterfall structure in the Rupee Derivatives Segment.
iv.	Default Management Committee	New Chapter introduced for provisions to govern the Default Management Committee which will be established for the purpose of advising and assisting the Clearing Corporation in administration / management / handling of a default by a Member and in other related matters in the Rupee Derivatives Segment.

3. We append the changes to the Regulations of the Rupee Derivatives Segment as Annexure. The updated Regulations are made available on our website (www.ccilindia.com) under the Membership tab.

4. The date from which these changes to the Regulations of the Rupee Derivatives Segment shall come into effect will be advised shortly.

Yours faithfully,

For The Clearing Corporation of India Ltd.,

Sd/-

Managing Director