



NATIONAL SECURITIES CLEARING CORPORATION LIMITED

DEPARTMENT : CAPITAL MARKET SEGMENT

Download Ref No : NSE/CMPT/32873

Date : July 27, 2016

Circular Ref. No : 841/2016

All Members/Custodians/PCM

Sub: Acceptance of Collaterals by Clearing Corporation

This is further to our circular no. 839/2016 (Download Ref No: NSE/CMPT/32819) dated July 15, 2016 with regards to acceptance of Fixed Deposit Receipts (FDRs) by Clearing Corporation. In this regard members are advised as follows:

- NSCCL shall not accept Fixed Deposit Receipts (FDRs) from members as collateral, which are issued by the member themselves or banks who are associate of member
Explanation - for this purpose, 'associate' shall have the same meaning as defined under Regulation 2 (b) of SECC Regulations 2012
- Members shall not be permitted to place fresh FDRs /renewal of existing FDRs as collaterals which are issued by the member themselves or banks who are associate of member after August 16, 2016.
- Members shall be required to replace existing FDRs placed as collaterals which are issued by the member themselves or banks who are associate of member with other eligible collateral as per extant norms, on or before January 13, 2017 post which no exposure shall be permitted on such FDRs
- The above shall also be applicable in respect of Bank Guarantees placed as collaterals

**For and on behalf of
National Securities Clearing Corporation Limited**

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