



Clearcorp Dealing Systems (India) Ltd.

NOTIFICATION

CLEARCORP/Legal/24/04

07th June, 2024

To,

All Members

Introduction of Government Securities Lending Transactions (“GSL Transactions”) on Clearcorp Dealing Systems (India) Limited (Repo Dealing) Segment (“CROMS”)

On 27th December, 2023, the Reserve Bank of India (“RBI”) notified the **Government Securities Lending Directions, 2023** (“Directions”) vide the Notification reference: FMRD.DIRD.No.06/14.03.061/2023-2024.

All ‘Eligible participants’ as permitted by RBI under the Directions will be allowed to participate in GSL Transactions and will be subject to the conditions specified in the Directions. The ‘Eligible securities’ as notified in the Directions are proposed to be made available on the CROMS Platform of the Clearcorp Dealing Systems (India) Limited (“Clearcorp”). The main features of the mechanism are as under:

1. GSL Transaction would be a separate window in CROMS.
2. GSL Transactions would be permitted as securities against securities.
3. GSL Transactions (security against security) would be permitted against a basket of securities or against a specific security.
4. GSL Transactions would be dealt on a fee basis. The fee will be a percentage of the consideration.
5. If a specific security is to be borrowed or lent, the borrower or the lender will specify the fee, which will be the matching criteria.
6. GSL Transactions will be anonymous in nature with The Clearing Corporation of India Limited (“CCIL”) acting as the Central Counterparty.
7. Bilateral trades can be reported on CROMS for settlement through CCIL.

8. GSL Transactions executed/reported on CROMS will automatically flow to CCIL for settlement and will be subject to CCIL's Bye-Laws, Rules and Regulations including 'shortage handling' and 'risk management' process.
9. All GSL Transactions will be tagged as GSL Transaction in all reports/deal ticket on CROMS.
10. Trading charges as applicable to Repo transactions will be levied on both counterparties for all GSL Transactions.

To reflect the above arrangement, Members are hereby advised that the following have been amended:

1. Bye-Laws
2. CROMS Regulations

The updated Bye-Laws and CROMS Regulations are available on our website (<https://www.clearcorp.co.in/Regulations.aspx>) under Membership Section.

The changes to the Bye-Laws and the CROMS Regulations shall be effective from 08th July, 2024.

For Clearcorp Dealing Systems (India) Limited

**Sd/-
Managing Director**