



## Clearcorp Dealing Systems (India) Ltd.

### NOTIFICATION

**Date: October 07, 2022**

**Notification No.: CDS/FX-CLEAR/22/01**

**All Member Banks  
FX-CLEAR Dealing Segment**

Dear Sir/Madam,

**Sub: Introduction of trading in the FBIL USD/INR Reference Rate on FX-Clear Dealing System**

We are pleased to introduce trading in the Financial Benchmarks India Limited (FBIL) Reference Rate in the USD/INR currency pair on the FX-Clear Dealing System shortly. The key features of the new development are as follows:

- i. **New Instrument:** A new instrument "Reference Rate Spot (R-SPOT) would be available on the FX-Clear platform to allow trading in the FBIL USD/INR Reference rate.
- ii. **Trading Session:** The Trading session would be 8:00 AM to 11:30 AM for the instrument.
- iii. **Order Placement:** Members would be able place orders in the instrument At Par, At Premium (+) or At Discount (-) to the FBIL Reference Rate.
- iv. **Post publication of the Reference rate by FBIL:** Post publication of the reference rate by FBIL, all the trades would be updated with the final price after adjusting the FBIL Reference Rate with the spread at which the trades were originally executed on the platform.
- v. **CCIL as Counterparty:** All the trades would be subject to Exposure limit and Margin monitoring and would be guaranteed for settlement from the point of trade on the platform with CCIL as the counterparty.

The FX-CLEAR Dealing Segment Regulations have been revised to give effect to the introduction of trading in the FBIL USD/INR Reference rate on the dealing system. The changes

to the Regulations of the FX-CLEAR Dealing Segment have been appended herewith as Annexure. The revised FX-CLEAR Regulations have been posted on CCIL website ([www.ccilindia.com](http://www.ccilindia.com)) under Clearcorp section for your ready reference.

We advise that the changes to the FX-CLEAR Dealing Segment Regulations shall come into effect from **November 07<sup>th</sup>, 2022**.

Thanking You.

Yours faithfully,

**for Clearcorp Dealing Systems (India) Limited**

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**Managing Director**

*Encl: as above*

**ANNEXURE to the Notification No. CDS/FX-CLEAR/22/01**

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## **GLOSSARY OF AMENDMENTS TO THE FX-CLEAR REGULATIONS**

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### **CHAPTER I INTRODUCTION**

These Regulations shall be called “Clearcorp Dealing Systems (India) Limited [FX - Clear Dealing Segment] Regulations, 2004”, as amended in ~~2020~~ 2022.

### **CHAPTER II DEFINITIONS**

**5. FBIL USD/INR REFERENCE RATE: “FBIL USD/INR Reference Rate”** means the USD/INR Reference Rate published by Financial Benchmarks India Pvt. Ltd (FBIL).

**8. REFERENCE RATE SPOT: “Reference Rate Spot”** means an instrument made available on the FX-Clear Dealing System wherein the Members of the FX-Clear Dealing System can trade in the FBIL USD/INR Reference Rate in market lot size or multiples of market lot size.

### **CHAPTER IV DEALING SYSTEM AND OPERATIONS**

#### **5 Instruments**

5.4 Unless otherwise notified by Clearcorp, the following instruments shall be available for dealing in the order matching mode of the dealing system:

iii. Reference Rate Spot - currency pair of US Dollar and Indian Rupee (USD/INR).

#### **6 C Reference Rate Spot**

1 The Reference Rate Spot shall be available on the FX-Clear Dealing System to enable the Members to trade in the FBIL USD/INR Reference Rate.

2 The session for dealing in the Reference Rate Spot shall be notified from time to time.

3 Members shall place orders by quoting a price spread which indicates a ‘premium’, ‘discount’ or ‘at par’ as the case may be from the FBIL USD/INR Reference Rate.

- 4 The orders placed by the Members would be matched for the price spreads on the basis of 'price spread' and 'time priority' for the quantity which is least of both the order quantities.
- 5 On matching of the orders, the trade details would be displayed to the Members, which are party to the trade, with the matched spread, trade quantity and trade timestamp.
- 6 All trades concluded in the Reference Rate Spot on the FX-Clear Dealing System shall be automatically sent to the Forex Settlement Segment of Clearing Corporation with the prevailing Spot price on the FX-Clear Dealing System.
- 7 Post publication of the FBIL USD/INR Reference Rate, the rate would be updated in the FX-Clear Dealing System. The final trade price would be arrived by adjusting the FBIL USD/INR Reference Rate with the price spread, at which the trades were concluded on the FX-Clear Dealing System. The final trade price, would be either arrived by adding the price spread to (in case of premium) or by deducting the price spread (in case of discount) from, the FBIL USD/INR Reference Rate or would be same as the FBIL USD/INR Reference Rate (in case at par), as the case maybe;
- 8 The final trade price, so arrived, would also be updated to the Forex Settlement Segment of Clearing Corporation for settlement.

### **14.3 Matching Rules**

- iv. The Best Bid Order shall match with the Best Offer Order. For dealing on Price, the best Bid Order shall be the one with the highest Price **or price spread (in case of Reference Rate Spot)** and the best Offer Order shall be the one with the lowest Price **or price spread (in case of Reference Rate Spot)**;

### **16 Trade Cancellation**

- 16.7 The Trade cancellation facility shall be available **only** for cancellation of Trades in ~~the Spot Instrument and Reference Rate Spot~~ concluded on the Order Matching mode of the system. However, this facility shall not be available for trades concluded in the Spot ~~Instrument~~ resulting from matching with the aggregated order ~~for of~~ the Customer Spot ~~Instrument~~.

### **18 Settlement of Trades**

- 18.2 All the Trades in the Spot , **Reference Rate Spot Instrument** and all interbank trades in the Customer Spot instrument of the Order Matching mode of the FX-Clear Dealing System shall be processed for clearing and guaranteed

settlement by Clearing Corporation;