THE CLEARING CORPORATION OF INDIA LTD

<u>NOTIFICATION</u>

<u>Securities Segment</u>

Date: 06th June 2025

Notification No.: CCIL/OPS/SEC/2025-26/24

<u>**Prefunding of Funds (INR) and Securities –
Securities Segment (Outright Trades) with effect from 7th July, 2025**</u>

<u>(Members/Clearing Members maintaining SGL/CSGL account with RBI and Current Account with RBI or Designated Settlement Bank (DSB))</u>

We invite your attention to Bye-laws, Rules and Regulations of The Clearing Corporation of India (CCIL) as amended from time to time.

This notification is issued in terms of the provisions contained in CCIL's updated Bye-laws, Rules and Regulations, notified on 05th June 2025 and effective from 05th July 2025.

In terms of **Chapter V** "**TRADE SETTLEMENT**" of the Securities Segment Regulations, the Work Flow procedure for prefunding of Funds (INR) and Securities towards Outright Trades is prescribed hereunder.

I.   General

1. The option of pre-funding of Funds (INR) and/or Securities is provided towards members' Outright Trades in Securities Segment. Members / Constituents shall inform CCIL of their preference of opting for pre-funding facility in Securities Segment. Such entities shall be designated in CCIL's system as **'Opt-in'** members/constituents. 'Opt-in' entity will pre-fund its funds/securities obligations before entering into Outright Trades. By default, all members / constituents shall be considered as '**Opt-out**' for the purpose of pre funding;

2. Members/constituents can opt for pre-funding of either securities or funds or both. Based on the preference, the eligible trades of such entities shall be exempted from margin computation. Also, based on the Opt-in preference (Funds / Securities / Both) as indicated by the member / constituent, all the Outright (order matching / reporting) trades shall be considered as pre funded, and the final obligation of concerned member / constituent shall be computed accordingly;

3. Members desirous of opting for pre-funding shall submit a request in prescribed format, attached herewith as Annexure III, indicating the preference i.e., Funds / Securities / Both and effective date of such request[1]. Once opted, all eligible trades such member / constituent shall be exempted from margining. In case any member wishes to opt out of pre funding, a request indicating the same and its effective date shall be submitted to CCIL in prescribed format. All such request shall be emailed to CCIL on cfm@ccilindia.co.in and sec@ccilindia.co.in. In case of Constituents, all such requests shall be routed through the respective member, undertaking settlement on their behalf.

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[1] **Only a member with no outstanding trades due for settlement can request to 'Opt in' for prefunding**.

4. The pre-funding deposit/withdrawals along with balance details (funds/securities) shall be recorded and maintained in CCIL's system and will be shared online with NDS-OM system. The Limits on NDS-OM will be updated accordingly on real time basis;

5. For Own (Proprietary) trades of members, the securities shall be transferred/refunded from/to respective member's Subsidiary General Ledger (SGL) account at Reserve Bank of India (Public Debt Office). For Constituent trades the securities shall be transferred / refunded from / to respective member's Constituent Subsidiary General Ledger (CSGL) Account.

6. The Securities towards pre funding shall be received/maintained at and refunded from CCIL's SGL account with RBI. The relevant details of CCIL's SGL account with RBI will be made available in CCIL's Integrated Member Portal – Collateral.

7. All transfers of Securities into and/or out of CCIL's SGL accounts shall be through the relevant functionality of **Value Free Transfer (VFT)** i.e., Margin Transfer screen or any other mode of transfer as desired by RBI in '***eKuber*** system' in terms of RBI guidelines;

8. **For Members settling funds obligations at RBI**:

   All Funds contributions/withdrawals towards / from Pre-funding for both their Own trades as well as their constituents' trades shall be made from respective member's RTGS Settlement/Current Account with Deposit Accounts Department (DAD) of Reserve Bank of India (RBI) to CCIL's RTGS Settlement/Current Account with RBI. Relevant details of CCIL's RTGS Settlement Account/Current Account at RBI shall be made available in CCIL's Integrated Member Portal;

9. **For Members settling their funds obligations at DSB:**

   All Funds contributions/withdrawals towards Prefunding for the Own trades shall be made from their Current Account maintained with respective DSB into CCIL's Current Account with that particular DSB. All notices towards Prefunding (deposit and withdrawal) shall be routed through/intimated to the respective DSBs by the member. The DSB shall accord its confirmation to the notice of funds contribution submitted by such Member/s. For Constituents all requests shall be submitted by the respective clearing member;

10. The cut-off timings specified for various activities relating to Prefunding shall be strictly adhered to by members;

11. Both deposit and withdrawal of funds/securities towards Pre-funding shall be effected (processed) on the same day if notice is received at CCIL within specified Cut-off time;

12. All Notices of contribution / withdrawal of Funds and securities for Prefunding shall be sent by Members via **Integrated Member Portal**, an electronic web-based interface (hereinafter referred to as Member Portal – Collateral) and CCIL response to such notice shall also be received by Members/ DSBs through Member Portal - Collateral;

13. The Notices may be faxed by the Members to Operations – FI & MM on Fax No.022-49780154 (marked "Attention – Operations – FI & MM") or scanned image of the Notices can be mailed to cfm@ccilindia.co.in to be followed up with physical intimation as per prescribed format in Annexure I and II in case of non-availability/non-functioning of the Member Portal-Collateral;

14. All Prefunding Notices shall be accepted from **Monday to Friday between 8.00 hours 20:00 hours,** on days when CCIL is open for business. Working Saturdays shall be considered as non-Business Day for Prefunding;

15. Contribution/withdrawal of funds towards Prefunding shall be accepted in Indian Rupee (up to two decimal places) and Securities (face value) in multiples of Rs**.** 100/- (Rupees One Hundred Only), as applicable on *eKuber* System of RBI;

16. The Securities and Funds contributions shall be held distinctly and the same are not fungible with any other (Member Common Collateral / Tri party Repo / Default Funds) collateral contribution of the member / constituent;

II.   Procedure for Pre funding Contribution:

A.   Funds Contribution

1. For effecting fund transfer(s) to CCIL's RTGS Settlement Account, the members settling funds at RBI, shall incorporate CCIL's IFSC Code viz. **'CCIL0PI0001'** in the payment instructions to be executed on NG-RTGS System. Members settling funds obligation at DSB shall credit the Fund contribution to CCIL's Current Account with respective DSB;

2. Member on initiating a RTGS transfer, shall submit a notice of contribution towards Prefunding through Member Portal - Collateral, identifying therein the requisite details, including whether such contribution is for Own/ Individual Constituent trade(s). The notice created in Member Portal– Collateral shall be approved by another User within the same Member. The reference of the transaction (UTR) on NG-RTGS System shall be incorporated in the Notice for identification of credit(s). Members settling funds obligation at DSB shall incorporate their CCIL membership ID in the relative reference for identification of Credit;

3. The contribution shall be accounted for only upon sighting of funds in CCIL's RTGS Settlement Account/Current Account at RBI/DSB till prescribed cut-off time. Funds received after the prefunding Cut-off time shall be accounted for on the next business day. CCIL shall update holding of the concerned Member or its Constituent with CCIL and the status of notice in the Member Portal – Collateral will be updated as '**Confirmed**'. Relevant transaction and holding statement shall be available for electronic download by the concerned Member on the relative date of contribution;

4. In case of exceptional circumstances or non-availability of the NG-RTGS System, funds contribution may be accepted by CCIL in any other mode as accepted by DAD, RBI.

B. Securities Contribution

1. Members desirous of making securities contributions towards their Own / constituent trades shall intimate CCIL via Member Portal - Collateral. CCIL shall not confirm any securities contribution entry on RBI's *eKuber* system without proper receipt of requisite "Notice of Contribution'' from the concerned Member.

2. Securities contribution by Members towards Prefunding in Securities Segment shall be carried out electronically using **Value Free Transfer** (VFT) functionality in RBI's eKuber system. Member shall contribute securities from its SGL account for its Own trades and from its CSGL account for its constituents' trades.

3. Member shall initiate the security contribution transaction by entering the details in the `**Margin Transfer Screen'** under the Security Services>Security Transfer Menu in eKuber System;

   Member shall select "**Contribution to Prefunding**" in Transfer Type as Reason for Transfer. Member shall select the source SGL A/c number (for Own trades) and CSGL A/c number (for Constituent(s) trades) along with the ISIN details with the appropriate quantity (Face Value) and create the transaction. *eKuber* system is expected to generate a **Service Reference Number** in respect of the transaction. Members shall incorporate the Service Reference Number in the Notice of Contribution in the Member Portal – Collateral in the block provided for inputting the said reference as para II.B.1 above;

4. Maker/Checker facility for the Member is available on eKuber system for the Securities Prefunding order entry. Once the Maker has created the transaction as per para II.B.3 above, the Checker shall verify and approve (option to reject is also available) the same. Once approved the transaction is expected to electronically flow to CCIL for confirmation via eKuber System.

5. Member shall, on initiating a VFT in eKuber system, submit a notice of Contribution through Member Portal - Collateral, identifying therein the requisite details, including whether such contribution is for Own/ Constituent/s as the case may be. The notice created in Member Portal – Collateral shall be approved by another User within the same Member;

6. Upon receipt of transaction via eKuber System at CCIL, the prefunding contribution transaction, approved by the member in the eKuber System as above, would then be verified with the notice of contribution submitted by the member using Member Portal. Upon verification of the relevant records in the eKuber System and ensuring that the same tally completely with the Member Portal - Collateral submitted for the purpose, the transaction shall be "**Confirmed**" at CCIL's end and '**Settled'** at eKuber System. In case the transaction particulars in the eKuber system do not tally with Member Portal - Collateral /Notice of Contribution, the concerned transaction shall be Rejected by CCIL.

7. Upon transfer of security from Member's SGL/ CSGL Account into CCIL's SGL Account for Prefunding, CCIL shall update holding statement for Own/ Constituent/s as the case may be and the status of notice in the Member Portal – Collateral will be updated as "**Confirmed**". Relevant Prefunding transaction and holding statement shall be available for electronic download by the concerned Member on the relative date of contribution.

III. <u>Withdrawals from Prefunding:</u>

A. <u>Funds Withdrawal</u>

1. Members desirous of seeking fund withdrawals from Own or its Constituents contribution towards Prefunding shall intimate CCIL via Member Portal – Collateral. All funds withdrawal notices shall be processed on **INTRADAY** basis (i.e., for refund on same day);

2. Such withdrawal requests shall be accepted as provided in the Bye-Laws, Rules and Regulations and processed in terms of the applicable validations.

3. Members shall ensure that such Notice of Withdrawal is properly received by CCIL within the cut-off timings prescribed for the purpose, identifying therein the requisite details, including whether such withdrawal is towards Prefunding for Own/Constituents as the case may be. The

notice created in Member Portal - Collateral shall be approved by another User within the same Member;

4. Notice(s) of Withdrawal received via fax or email or physical submission after the prescribed cut off time shall be rejected by CCIL;

5. Member shall ensure that such Notice of Withdrawal is submitted after taking into account their Own/Constituents' trade position / margin requirement to CCIL and that the same is permissible in terms of CCIL's Bye Laws, Rules and Regulations;

6. In case the Notice of withdrawal is honoured, the status of the same is updated as `**Confirmed'** on Member Portal-Collateral. Prefunding withdrawals shall also be reflected in relevant pre-funding transaction and pre-funding holding statement of member on relative value date of payment.

7. Payment instructions shall be created by CCIL on the NG-RTGS System indicating credit to respective member's RTGS Settlement/Current Account maintained with DAD, RBI. For members settling funds obligation at DSB, the relative amount shall be credited to their account details as recorded with CCIL, using the DSB's Net Banking System;

8. The Transaction Reference Number (UTR) in NG-RTGS System for the funds transfer shall be conveyed to concerned member through Member Portal-Collateral/e-Mail/telephone for the purpose of identification of credit;

9. CCIL shall not be responsible for non-execution of payment instruction(s) on NG-RTGS System on account of any reason.

10. In case of exceptional circumstances or non-functioning of the NG-RTGS System, payment shall be effected by any other mode accepted by DAD, RBI.

B. **Securities Withdrawals**

1. Members desirous of seeking security(ies) withdrawals from Own or its Constituents contribution towards Prefunding shall intimate CCIL via Member Portal – Collateral. All securities withdrawal notices shall be processed on **INTRADAY** basis (i.e., for refund on same day);

2. Such withdrawal requests shall be accepted as provided in the Bye-Laws, Rules and Regulations and processed in terms of the applicable validations.

3. Members shall ensure that such Notice of Withdrawal is properly received by CCIL within the cut-off timings prescribed for the purpose, identifying therein the requisite details, including whether such withdrawal is for Prefunding, Own/Constituents as the case may be. The notice created in Member Portal – Collateral shall be approved by another User within the same Member.

4. Member shall ensure that such Notice of Withdrawal is submitted after taking into account its Own and its Constituent's individual trade requirements to CCIL and that the same is permissible in terms of CCIL's Bye Laws, Rules and Regulations;

5. In case the Notice of withdrawal is honoured, the status of the same is updated as **'Confirmed'** in Member Portal - Collateral;

6. For permissible securities withdrawals, honoured by CCIL after completion of necessary internal checks, CCIL shall initiate the security withdrawal transaction by entering the details in eKuber System or any other mode of transfer as desired by RBI on the Value Date based on the notice of withdrawal submitted by the member. The refund shall be effected in respective Members' SGL/ CSGL, as applicable. The transfer order will then be approved by CCIL and electronically transmitted to the concerned Member via eKuber System for confirmation;

7. Upon initiation and authorization of the transaction by CCIL the relative "**Service Reference Number**" will be communicated by CCIL to the concerned Member through Member Portal - Collateral with an email alert or via telefax /telephone to assist the Member in the confirmation process.

8. Upon intimation through Member Portal - Collateral/e-mail alert/fax/telephone, Member shall confirm the Prefunding withdrawal transaction by accepting the details entered by CCIL in the eKuber System. Members shall ensure that the securities to their account as part of VFT transfer using the Transfer Order Query provided under the Security Services >> Security Transfer Menu of the eKuber System;

9. Member shall ensure due, proper and timely confirmation of Withdrawal transaction on eKuber System within the cut-off timings prescribed by RBI and ensure transfer of security to their SGL/CSGL Account. No liability shall rest on CCIL for the Member's failure to do so;

10. Withdrawals shall be reflected in relevant Pre-funding transaction and Pre-funding holding statement on relative value date of payment.

IV. <u>Corporate Actions on Securities</u>

1. Securities/Funds obligation of members/Constituents shall be carved out of the pre-funding contribution maintained with CCIL for the concerned member / constituent. Any excess prefunding (Funds / securities) shall continue to remain with CCIL;

2. Interest (coupon) benefits due on Securities contributed towards Pre-funding for Own and/or constituents' account shall be paid to the Members contributing the security(ies) in terms of CCIL's Bye laws, Rules and Regulations;

3. All interest benefits due to the members on securities contributions towards Pre-funding in Securities Segment shall be credited to concerned members' RTGS settlement / Current account maintained with RBI-DAD/DSB on relative date of payment, upon receipt from RBI. CCIL shall not be responsible for non-execution of payment instruction(s) on NG-RTGS System/Net Banking System of DSB on account of any reason.

4. No interest is payable on Members' Funds contribution towards pre-funding maintained with CCIL.

5. Securities/Treasury Bill contributions falling due for Redemption shall be withdrawn by the Members/Constituents before the Redemption Date.

     Sd/-
Authorised Signatory
The Clearing Corporation of India Ltd.

THE CLEARING CORPORATION OF INDIA LTD

{ Notice of Contribution – Pre funding to be submitted by Member}

(To be issued by Member / on its letter head in case of physical submission of Notice)

Business Segment: Securities

Notice of Contribution - Prefunding

As on _____ (Date)

Reference (if any) _____

Member ID: **Member Name:**

Constituent ID: **Constituent Name:**

I. **Funds Contribution towards Prefunding**

Source Current / RTGS Settlement Account No.

Sr. No.	Constituent ID*	Constituent / Name*	Reference No.	Amount (Rupees in Figures)	Amount (Rupees in Words)	Constituent Margin - Individual / Group

II. **Security Prefunding** – Source SGL / CSGL Account No.

Destination SGL Account No.

	Constituent ID*	Constituent Name*	ISIN	Security Description	Face Value (Rs in figures)	Face Value (Rs in words)	eKuber Service Reference No.	Constituent Margin - Individual / Group

* Not applicable for OWN collateral contribution

This Notice of Contribution is sent as required as per CCIL's Bye Laws, Rules and Regulations. We hereby undertake to contribute relative funds/securities as per extant procedure within the cut-off timings stipulated by RBI / CCIL for the purpose.

<For (Member Name)>

_____
Authorised Signatory/ies
(as applicable)

(To be filled by Settlement Bank)

We confirm receipt of necessary instruction from <Member Name> and hereby confirm having transferred the amount as mentioned above to CCIL's current account No _____ _____ on _____ Date: _____ before _____ _____ as per extant procedure within the cut-off timings stipulated by CCIL in terrns of our customer's instruction, we hereby confirm having transferred this amount to CCIL Current Account with us for value _____ quoting reference _____

<For (Settlement Bank)>

Authorised Signatory/ ies

THE CLEARING CORPORATION OF INDIA LTD

{Prefunding - Notice of Withdrawal to be submitted by Member}

(To be Issued by Member/ on its letter head in case of physical submission of Notice)

Business Segment: Securities

Notice of Withdrawal – Pre funding

As on _____ (Date)

Reference (if any) _____

Member ID: **Member Name:**

Constituent ID: **Constituent Name:**

I.   Funds Withdrawal

Sr. No.	Constituent ID*	Constituent Name*	Amount (Rupees in Figures)	Amount (Rupees in Words)	Current / RTGS Settlement Account Number to be credited	Constituent Margin - Individual / Group

II.   Security Withdrawal

Sr. No	Constituent ID*	Constituent Name*	ISIN	Security Description	Face Value (Rs. in figures)	Face Value (Rs in words)	CSGL A/c No. to be credited	Constituent Margin - Individual / Group

* Not applicable for Own collateral Withdrawal

We confirm that this Notice is submitted based on –

1. Outstanding trade / margin obligations and extent of pre-funding withdrawals permissible in terms of CCIL Bye Laws, Rules and Regulations;
2. Actual balances towards Prefunding held by us with CCIL;

We are aware that this Notice of Withdrawal should reach your counters within the cut-off timings stipulated for the purpose.

We undertake to confirm the transaction in the eKuber System on value date of withdrawal within the cut-off timings stipulated by RBI for the purpose.

<For (Member Name)>

_____
Authorised Signatory/ies
(as applicable)
C.C.: Settlement Bank

Annexure III

(To be Issued by Member on its letter head)

(Intimation of Opt-in and Opt-out of pre funding)

The Vice President
Operations – Fixed Income and Money Market
The Clearing Corporation of India Limited
Mumbai

Dear Sir,

We hereby submit our request to **Opt-in** for the pre funding facility provided by CCIL for Outright trades in Securities Segment. We confirm that we do not have any outstanding trades due for settlement as on this request date. We hereby undertake to abide by CCIL's Bye laws, Rules and Regulations and applicable Notifications issued in this regard.

Our preference for pre funding is as under

Sr. No.	Reference	Constituent ID	Constituent Name	Funds	Securities	Both	Effective Date
1	Own Trades	N A	N A				
2	Constituent Trades						

The above facility once availed may not change at the discretion of the Member/Constituent. We are fully aware of the pre funding facility provided by CCIL and the work flow process to be followed in this regard.

Part B (as applicable)

We have been an Opt-in member / constituent for outright trades in Securities Segment. We would like to **Opt out** of the facility as detailed below

Our opt-out request in pre funding is as under

Sr. No.	Reference	Constituent ID	Constituent Name	Funds	Securities	Both	Effective Date
1	Own Trades	N A	N A				
2	Constituent Trades						

The said Opt out facility will be acceded based on requisite validations at CCIL end. We are fully aware of the pre funding facility provided by CCIL and the work flow process to be followed in this regard. We undertake to maintain sufficient collateral to cover the margin obligations due on our / constituent trades.

<For (Member Name)>

Authorised Signatory/ies