



NATIONAL SECURITIES CLEARING CORPORATION LIMITED

DEPARTMENT : CURRENCY DERIVATIVES SEGMENT

Download Ref No : NSCCL/CD/37093

Date : March 01, 2018

Circular Ref. No : 16/2018

All Members,

Sub: Margin provisions for intra-day crystallised losses

This is in reference to SEBI circular ref. no: CIR/MRD/DRMNP/008/2018 dated January 08, 2018 and further to our circular ref. no. NSCCL/CD/36708 dated January 09, 2018 regarding margin provisions for intra-day crystallised losses.

NSCCL shall calculate and levy Intraday Crystallised Mark to Market Losses (ICMTM) in the following manner:

1. ICMTM shall be computed for all trades which are executed and results into closing out of open positions.
2. ICMTM shall be calculated based on weighted average prices of trades/positions
3. ICMTM shall be computed only for futures contracts.
4. ICMTM shall be part of initial margin and shall be adjusted against the liquid assets of clearing member on a real time basis.
5. The methodology of computation of ICMTM is illustrated in Annexure 1
6. Crystallised losses at a contract level for a client shall be adjusted against crystallised profits, if any, from another contract for the same client to arrive at client level profit or loss.
7. All client level losses across all trading members including losses on proprietary positions of trading members, if any, shall be grossed up to arrive at clearing member level ICMTM.
8. ICMTM so blocked/ collected shall be released on completion of daily / final mark to market settlement pay-in
9. The details of ICMTM shall be included in MG09 and MG10 reports downloaded to the members.
10. Additional reports providing client level crystallised profit and loss shall be downloaded at end of day.

The date of implementation of the above and format for additional reports shall be communicated separately. Members are requested to take note of the above.

For and on behalf of
National Securities Clearing Corporation Limited

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