

NSE Clearing Limited

Circular

Department: CAPITAL MARKET	
Download Ref No: NCL/CMPT/66135	Date: January 15, 2025
Circular Ref. No: 0022 /2025	

All Members and Custodians,

Sub:- Additional clarification on custodian transactions in T+0 settlement cycle

This is with reference to circular no. NSE/CMTR/66128 dated January 15, 2025 and notice no. 20250115-1 dated January 15, 2025 regarding 'Enablement of Trading in T+0 rolling settlement cycle for Custodial Participants' and further to circular no. NCL/CMPT/65509 and SEBI circular no. SEBI/HO/MRD/MRD-PoD-3/P/CIR/2024/172 dated 10-Dec-2024 regarding 'Enhancement in the scope of optional T+0 rolling settlement cycle in addition to the existing T+1 settlement cycle in Equity Cash Market' and circular no. NCL/CMPT/63165 dated 31-Jul-2024 regarding 'Introduction of custodian transactions in T+0 settlement cycle' and circular no. NCL/CMPT/61301 dated 22-Mar-2024 providing Operational guidelines for T+0 rolling settlement cycle.

Members and custodians are requested to take note of the following–

1. Activation/ Procurement of Family Account CP code:
 - a. Name of the client field specifically suffix with "**FAMILYAC**".
 - b. PAN and SEBI registration no. shall be mentioned as "**FAMIL999999Y**".
 - c. Family account shall consist only of Non-Marginable CP codes.
 - d. It shall be the responsibility of the Custodian to maintain the audit trail of any inclusion/ exclusion in Family account.
2. Trade confirmations shall be done by the custodians at Family Account CP code level to clearing corporations (CCs).
3. Post trade confirmation by custodians, obligations shall be provided by CCs at the CP code level (family or individual as applicable) and settle at the Custodian level.
4. Custodians shall ensure to carry out the settlement to the end investor i.e. to the individual CP code within the day.
5. In case of rejection/ non confirmation of trades, obligation shall be devolved on the member.

NSE Clearing Limited**6. Early pay-in / pay-in of securities**

- a. Members executing sale trades for non-custodian UPI/ non-UPI clients shall continue to provide the pay-in only in from of early pay-in using block mechanism by specified deadline.
- b. Custodians will be able to provide the early pay-in / pay-in of securities by specified deadline.

7. Auto Delivery out instructions

- a. Post custodian trade confirmation, NCL shall upload auto delivery out instructions for the net deliverable obligations of the custodians before the pay-in cut off at depositories in respect of custodians that have opted for the facility
- b. In case of any additional obligations of the clearing member on account of rejection/ non-confirmation of custodial transactions, auto delivery out instructions for such incremental net deliverable obligations for such clearing members only shall be uploaded to depositories.

Example-

- Net sell position of Proprietary obligation = 1000 shares
- Revised obligation on account of custodian trade rejection= 1200 shares

Then

- Member is required to do EPI using block mechanism for its original obligation of 1000 quantity
- NCL shall provide Auto Do instruction in member pool for 200 quantity only.

8. There will be no changes in existing mechanism of Pay-in/ Early Pay-in of funds.

9. Timelines for T+0 settlement considering CP code are provided in Annexure 1.

The above provisions are applicable with effect from 10-Feb-2025.

**For and on behalf of
NSE Clearing Limited**

Ashwini Goraksha
Associate Vice President

Telephone No	Email id
18002660050 (IVR 2)	cm_clearing_ops@nsccl.co.in

NSE Clearing Limited**Annexure 1- TIMELINES**

Activities	Timelines
Capital Market Segment – Regular market close	1:30 PM
Client and CP code modification	1:45 PM
Cut off for trade confirmations by custodians	2:45 PM
Download of final obligations to members	3:15 PM
EPI cut off for clearing members and custodians	1:45 PM
Upload of client EPI file	1:45 PM
Upload of CPD files	3:00 PM
Securities Pay-in cut off at depositories	3:30 PM
Funds Payin by clearing member/ custodians	4:00 PM