NATIONAL SECURITIES CLEARING CORPORATION LIMITED

DEPARTMENT : DEBT SEGMENT	
Download Ref No : NSCCL/DS/34177	Date : February 15, 2017
Circular Ref. No : 005/2017	

All Members/Custodians/PCMs

Sub: Debt Segment - Financial close out for corporate bonds traded on the Stock exchanges platform

Further to circular ref. no. SEBI/HO/MRD/DP/CIR/P/2017/11 dated February 10, 2017 issued by Securities and Exchange Board of India (SEBI) regarding Review of Financial close out and Auction framework for corporate bonds traded on the Stock exchanges platform in Debt segment and in partial modification to circular ref. NSE/DS/24853 dated October 29, 2013 “Revision in Clearing & Settlement for Dedicated Debt Segment” and circular ref. NSE/DS/32222 dated April 15, 2016 “Consolidated Circular-Debt Segment”, members/custodians are requested to note the below:

Failure of the seller to deliver securities shall result in close out. The financial close out shall take place at highest price on Trade date (which becomes the trade price) with a 1% mark-up on trade price.

The auction mechanism to deal with settlement shortages shall be notified subsequently.

For and on behalf of
National Securities Clearing Corporation Ltd,

Sunil Bhatia
Manager

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