

Annexure -1

1. Eligibility Criteria:

The Tri-party Repo Market (TRM) platform shall be available only to the members of Debt Segment and those eligible to participate in corporate debt repo as given in Tri-Party Repo (Reserve Bank) Directions dated August 10, 2017, or such other directions issued by the Reserve Bank of India (RBI) from time to time.

Members of Debt Segment desirous of registering on the TRM platform may approach National Stock Exchange of India Limited (NSE) and shall enter into an agreement with NSE.

All registered entities on the TRM platform would enter into repo transaction on own account only (i.e. proprietary basis only). The Exchange may specify additional eligibility criteria for the participants from time to time.

2. Tri-party repo transactions:

Under the tri-party repo mechanism participants would place borrow and lend orders on the platform provided by the Exchange. Before placing an order, participants desirous of borrowing would provide eligible collateral and participants desirous of lending would provide margins. Both borrowing and lending orders would be validated against the collateral limits and margins available in the respective borrowers and lenders account.

2.1. Repo Type:

The type of repo would be Basket Repo. The Basket Repos would facilitate borrowing and lending of funds against various baskets of securities. The baskets and the securities eligible to be included in respective baskets would be notified from time to time.

2.2. Basket type:

The baskets would comprise of either one or more securities that have been grouped together based on criteria like tenor, rating, instrument category, instrument type or any other attribute decided by the relevant authority. The number of securities in each basket and number of baskets to be made available would be decided by the relevant authority from time to time.

2.3. Repo Parameters

In pursuance to the Regulations of the Exchange following parameters and order attributes are specified for the Tri-Party Repo Market Platform:

Parameter	Description
Repo Descriptor	Repo Type : BS (Basket repo) Security Name : Issue Name :
Market Type	R (Normal)
Repo Maturity	Forward Leg Settlement Date
Unit of trading	Value in INR Crs
Lot Size	Minimum INR 5 lacs and in multiples thereof
Quotation	Repo Rate (% p.a.)
Tick Size	Rate in tick of 0.01 (i.e. 1 basis point)
Repo Tenor	1 day to 7 days (Calendar days)
Settlement Type	T0/T1
Order Type	Normal- Borrow / Lend, Market/Limit Rollover- Borrow, Market/Limit
Pro/Cli	Only Proprietary
Base Repo Rate	RBI Repo rate
Repo Operating Rate Band	+/- 100 basis points of Base Rate
Value Freeze	25 Crores

Auction Market Parameters

Parameter	:	Description
Basket Descriptor	:	Basket Type : BS (Basket repo) Security Name Issue Name
Market Type	:	A
Repo Maturity	:	Forward Leg Settlement Date
Unit of trading	:	Value in INR Crs
Lot Size	:	Minimum INR 5 lacs and in multiples thereof
Quotation	:	Repo Rate (% p.a.)
Tick Size	:	Rate in tick of 0.01 (i.e. 1 basis point)
Settlement Type	:	T0/T1
Order Type	:	Lend Limit Order
Pro/Cli	:	Only Proprietary
Base Repo Rate	:	Higher of Latest Traded Price of T0 or WAP of the trades executed for T0 on the auction day
Repo Rate Band	:	+/- 100 basis points of Base Repo Rate for Auction
Value Freeze	:	25 Crores

3. Access to TRM platform:

The TRM Platform shall consist of two types of users – ADMIN and ‘USER/DEALER’. The Exchange shall provide ADMIN id to participants on request basis. Thereafter the ADMIN user shall create the USER/DEALER log in for transactions on the platform. The detailed user manual of the platform shall be made available in the log-in screen.

4. Trading Hours:

Trading shall take place on all days of the week except Saturdays and Sundays and holidays declared by the Exchange in Debt Segment. The Exchange may however close the market on days other than the schedule holidays or may open the market on days originally declared as holidays.

The trading hours shall be as under:

Settlement Type/Market	Trading Hours
T+0 Settlement	09:00 am to 01:00 pm
T+1 Settlement	09:00 am to 05:00 pm
Repo Auction Market	03:00 pm to 03:30 pm

5. Order Matching:

The Exchange would specify, from time to time, the order matching rules and other parameters. In case of basket repo, orders would be matched on the basis of repo rate - time priority.

The best borrow order would match with the best lend order. The best borrow order in the basket repo would be the one which seeks to borrow at the highest repo rate. The best lend order in the basket repo would be the one which seeks to lend at the lowest repo rate.

The best repo rate for a lend order would be the borrow repo rate equal to or more than the lend repo rate. The best repo rate for a borrow order would be the lend repo rate equal to or lesser than the borrow repo rate.

For Pro order (PRO): If an active Pro order is likely to match with a passive Pro order belonging to the same member-proprietary combination in the same order book, then active or passive order

(full or partial as the case may be) as per the option set in order entry shall be cancelled by the exchange with rejection message “**Self trade – Order cancelled.**”

6. Trade Annulment

The provisions of Trade Annulment applicable for order matching platform of Debt Segment as specified in NSE Cir No-NSE/DS/30742 dated September 11, 2015.

7. Reports:

Order & Trade Report

Members can generate & download the current day order and trade report from the USER/Dealer and ADMIN log in. The report generated from USER/Dealer level log in shall contain orders and trades of the respective user whereas the report downloaded from the ADMIN level login shall contain all the orders and trades of member. The format of order & trade report are provided in Annexure-2 & 3 respectively.

8. Operating Range:

The operating range would be +/- 100 basis of the applicable rate (base rate). The base rate would be the RBI Repo rate or such other rate as specified by the Exchange. Initial trigger point for relaxation of price band would be +/- 75 basis point from base rate and based on the rate movement, relaxation of 100 basis point, 200 basis point and so on would be carried out towards the rate movement. The Exchange would take into consideration factors such as movement in the price movement in underlying market, repo rate on government securities, liquidity trends in the market, any news on interest rates and its likely impact, etc. while relaxing such price bands.