

National Stock Exchange Of India Limited**Department: DEBT TRADE**

Download Ref No: NSE/DS/47257

Date: February 05, 2021

Circular Ref. No: 02/2021

All Members,

Introduction of additional process flow in Tri Party Repo on Corporate Debt Securities

This is with reference to Exchange circular no. NSE/DS/37840 dated May 25, 2018 informing market participants about the introduction of Tri-party Repo Market (TRM) platform in Debt Segment and subsequent circulars thereof.

The members of Debt Segment, who are eligible to participate in corporate debt repo as per the Repurchase Transactions (Repo) (Reserve Bank) Directions, 2018, as may be amended from time to time, can transact in tri-party repo on the TRM platform. These members would enter into repo transaction on own account only (i.e. proprietary basis only).

Exchange has received approvals for introduction of additional process flows in the existing Tri-party repo on corporate debt securities. Accordingly, the eligible participants in corporate debt repo can transact in the tri-party repo in any of the following modes –

- a. Become trading member and clearing member of the Debt Segment for trading & settling tri-party repo transactions
- b. Become trading member of the Debt Segment for trading in tri-party repo and settle through any designated clearing member of the Debt Segment
- c. Transact through any designated trading member of the Debt Segment and settle tri-party repo transactions through any designated clearing member of the Debt Segment

The trading member of Debt Segment desirous of trading on TRM platform will be required to execute an agreement with NSE. Further, these trading members can enter into repo transaction either on own account or on behalf of its clients. If the trading member is desirous of trading on behalf of any of the eligible participants as its clients, a model TM-Constituent agreement will have to be executed between the two parties.

In pursuance of Rules/Regulations/Bye-Laws of the Exchange, the Exchange hereby notifies the additional process flows for participation on the TRM platform. The amendments to the existing mechanism are provided in Annexure 1.

NSE would avail the services of NSE Clearing Ltd (NCL), for performing collateral services viz. collateral valuation, margining, and settlement of repo transactions by providing settlement guarantee. The details of clearing, settlement and risk management will be notified separately by NCL.

The date of commencement of these additional process flows in Tri-party Repo Market shall be communicated separately.

In case of any queries please call on Toll Free no: 1800-266-00-50 (1).

**For and on behalf of
National Stock Exchange of India Limited**

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