

National Stock Exchange Of India Limited

Department : PRIMARY MARKET SEGMENT

Download Ref No: NSE/IPO/41531

Date : July 5, 2019

Circular Ref. No: 53/2019

All Members,

Sovereign Gold Bond 2019-20 - Issuance and Subscription-Series II

This is in continuation and partial modification to our circular ref no 52/2019 (Download No. 41184) dated May 31, 2019 regarding Issuance and Subscription of Sovereign Gold Bond 2019-20 - Series I.

The Government of India (GOI) vide its notification F.No. 4(7) - W&M/2019 dated May 30, 2019 and Reserve Bank of India (RBI) vide its circular bearing Ref. No. RBI/2018-19/192 dated May 30, 2019 has notified operational guidelines for the issuance and settlement of Sovereign Gold Bonds (SGBs) 2019-20 - Series I to Series IV. Further, RBI vide Press Release dated July 5, 2019, provided details of **Sovereign Gold Bond 2019-20 - Series II**.

The facility for issuance and subscription of SGB 2019-20-Series II shall be available from July 08, 2019. The parameters for the same are as follows:

Security symbol	SGB192002
Series	GB
Issue Price for Online Mode	₹ 3,393/- Per Gram (for applying online & payment in digital mode)
Issue Price for Other Mode	₹ 3,443/- Per Gram
Issue Start Date	July 08, 2019
Issue Close Date	July 12, 2019
Bidding Session Time	9.00 A.M. to 5.00 P.M.
Minimum Bid Quantity	1 (gram)
Maximum Bid Quantity	4000 (grams) for Individual, HUF & 20000 (grams) for Trust and similar entities notified by Govt.*

(*)The maximum limit of subscribed shall per fiscal (April-March) notified by the Government from time to time. The annual ceiling will include bonds subscribed under different tranches during initial issuance by Government and those purchased from the Secondary Market.

Members are requested to note the following:-

- As per RBI Press Release No 2019-2020/74 dated July 5, 2019, Investor can apply in on-line / off-line (other) mode. The issue price of the Gold Bonds will be ₹ 50 per gram **less** than the nominal value to those investors applying online and the payment against the application is made through digital mode.
- For the subscription period from July 08, 2019 to July 12, 2019 with settlement on July 16 2019, the nominal value of the bond ₹ 3,443 (Rupees Three Thousand Four Hundred Forty Three only) - per gram. The issue price of the Gold Bonds will be ₹ 50 per gram less for those who subscribe online and pay through digital mode. The funds obligation will be generated on respective issue price and accordingly the funds shall be collected.

3. **Trading Member participating in SGB subscription are required to maintain an active clearing bank and depository account with NSE Clearing Limited, to facilitate funds/securities settlement.** For more update, please refer NSE Cir No. NSE/IPO/40943 dated May 08, 2019.
4. The Bonds will be restricted for sale to resident individuals, HUFs, Trusts, Universities and Charitable Institutions.
5. Applications in Demat and Physical mode shall be accepted. However, for physical mode, application form is mandatory and therefore it will be treated as offline mode.
6. The **“Direct Investor Payment Facility” has been discontinued.** Investors are requested not to transfer any funds directly in designated NCL (formerly known as NSCCL) account for SGB.
7. Every application for Demat / Physical mode must be accompanied by **PAN only**.
8. No interest will be paid on application amount.
9. Members are requested to select the on-line/off-line mode of application at the time of manual bid entry accordingly the relevant issue price shall be applicable.
10. In case of bulk file upload facility, based on the price input provided by the members the on-line or off-line (other) mode of application shall be considered. There is no change in the bulk upload file format.

The timelines for funds obligation report, pay-in time and other transaction activities for subscription of current SGB issue 2019-20 - Series II is enclosed as Annexure 1 and RBI press release is provided as Annexure 2 respectively.

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

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Annexure - 1

- Day wise schedule for Fund Collection for the Bids placed through Normal route (i.e. client along with subscription request provide funds to trading member/participant's clearing bank account) is given below:-

Issue date (Bid entry date)	Fund Pay in Report	Fund Collection
08-Jul-19	08-Jul-19	09-Jul-19
09-Jul-19	09-Jul-19	10-Jul-19
10-Jul-19	10-Jul-19	11-Jul-19
11-Jul-19	11-Jul-19	12-Jul-19
12-Jul-19	12-Jul-19	15-Jul-19

- Tentative time cycle for transaction activities for SGB shall be as under:

Activity	Tentative Timelines
During Issue Period (T day)	
T day	
Bid Entry for Gold Bond Issuance	9:00 am - 5:00 pm
Mismatch Report after validation bids with Depository	5:30 pm
Funds pay-in Report	6:00 pm
T+1 day	
Cut off time for Bids Withdrawal Request by Participant (CIM)	09:30 am
Cut off time to provide clear funds for funds collection	10:30 am
Issue Closure (T Day) → 12 Jul 2019	
Bid Entry for Gold Bond Issuance	9:00 am - 5:00 pm
Mismatch Report after validation bids with Depository	5:30 pm
Modification of Bid details	Upto 6:00 pm
Fund pay-in Report	6:30 pm
T+1 Day → 15 Jul 2019	
Cut off time for Bids Withdrawal Request by Participant (Nmass)	09:30 am
Cut off time to provide clear funds for funds collection	10:30 am
Cut-off time for updating clients information	1:00 pm