

National Stock Exchange Of India Limited

Department : PRIMARY MARKET SEGMENT

Download Ref No: NSE/IPO/45512

Date : August 28, 2020

Circular Ref. No: 15 / 2020

All Members,

Sovereign Gold Bond 2020-21 - Issuance and Subscription-Series VI

This is in continuation and partial modification to our circular ref no 14/2020 (Download No. 45203) dated July 31, 2020 regarding Issuance and Subscription of Sovereign Gold Bond 2020-21 - Series V.

The Government of India (GOI) vide its notification F.No.4(4)-B W&M/2020 dated April 13, 2020 and Reserve Bank of India (RBI) vide its circular bearing Ref. No. RBI/2019-2020/2213 dated April 13, 2020 has notified operational guidelines for the issuance and settlement of Sovereign Gold Bonds (SGB) 2020-21 - Series I to Series VI. Further, RBI vide Press Release dated August 28, 2020, provided details of Sovereign Gold Bond 2020-21 - Series VI.

The facility for issuance and subscription of SGB 2020-21-Series VI shall be available from August 31, 2020. The parameters for the same are as follows:

Security symbol	SGB202106
Series	GB
Issue Price for Online Mode	₹5067 /- Per Gram (for applying online & payment in digital mode)
Issue Price for Other Mode	₹5117 /- Per Gram
Issue Start Date	August 31, 2020
Issue Close Date	September 04, 2020
Bidding Session Time	10.00 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 2020-2021/253 dated August 28, 2020, 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 August 31, 2020 to September 04, 2020 with settlement on September 08, 2020, the nominal value of the bond ₹ 5117/- (Rupees Five Thousand One Hundred Seventeen 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.

Members may refer to the following Annexures for further details:

Particulars	Annexure No
RBI Press Release	1
Timelines for funds obligation report, pay-in time and other transaction activities	2

For and on behalf of
National Stock Exchange of India Limited

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Annexure - 2

- 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
31-Aug-2020	31-Aug-2020	01-Sep-2020
01-Sep-2020	01-Sep-2020	02-Sep-2020
02-Sep-2020	02-Sep-2020	03-Sep-2020
03-Sep-2020	03-Sep-2020	04-Sep-2020
04-Sep-2020	04-Sep-2020	07-Sep-2020

- 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	10:00 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 (Nmass)	09:30 am
Cut off time to provide clear funds for funds collection	10:30 am
Issue Closure (T Day) → 04-Sep-2020	
Bid Entry for Gold Bond Issuance	10:00 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 → 07-Sep-2020	
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