

Revised Process Note for Uniform NAV Applicability

This is in continuation to SEBI circular no SEBI/HO/IMD/DF2/CIR/P/2020/253 dated December 31, 2020, and NSE circular download ref no NSE/NMFTM/46863 dated December 31, 2020 regarding 'Uniformity in applicability of Net Asset Value (NAV) across various schemes upon realization of funds'.

As per the above foresaid NSE circular, members were informed that all the purchase orders i.e Lumpsum & SIP received on NMF TM portal (MFSS) shall be reported to RTA/AMC based on fund realisation with effect from February 01, 2021. Members are expected to update credit confirmation status for all the subscription transactions placed by them through the UI or using a file upload facility. In this regard, all Members using third party vendor solutions and/or in-house developed trading application were requested to take note of the above and arrange to initiate necessary development at their end.

Below are the cut-off timelines for processing of transactions for historic day/T day NAV for Liquid and Non-Liquid transactions.

Scheme Category	Scheme Cut-Off timings			
	Purchase		Redemption/SWP	Switch
	Order collection	Credit Confirmation		
HLIQD	1:00 pm	1:05 pm	NA	NA
DBTCR	2:30 pm	2:35 pm	NA	NA
Other Normal	*2:00 pm	2:05 pm	3:00 pm	3:00 pm

*** Timing will be revised to 2:30 p.m in the coming days and the same will be communicated subsequently**

- Impacted orders: Lumpsum subscription and SIP orders
- Members shall be given an upload facility in their respective login to upload the credit confirmation status of the subscription transactions placed by them through the menu Transactions -> Batch Upload
- Members can view the status of uploaded file through the menu Transaction -> Batch Status
- Members can also do credit confirmation using the UI from the menu Transaction - > Credit confirmation
- Members need to upload the credit confirmation as "Y" only for those subscription transactions wherein the funds are received. For those subscription transactions where the credit confirmation is not uploaded by members due to unavailability of funds, such orders will remain open in the system till T+ 5 days. Members may upload credit confirmation upto T+5 days till the respective cut-off. After T+5 day, the orders for which credit confirmation is not received will be auto-cancelled in the system.
- It is expected that credit confirmation for an order should be uploaded only once hence the members confirming credit status in batches should take a note of the same for efficient use

of the system. Modification of credit confirmation will not be allowed. However, members can cancel credit confirmed orders until the order cut-off time

- Members will be given an additional time of 5 mins for uploading credit confirmation after the order collection window closes as per above table
- Only the orders for which credit confirmation is received within the stipulated time will be reported to NCL for further processing with RTA and fund settlement.
- Order and credit confirmation also need to be backed by providing clear funds as per stipulated timelines to NCL failing which all the subscription orders will get rejected
- Members who already have a clear credit confirmation status at the time of order placing can pass the credit confirmation status during placing the order entry itself so that they don't have to do credit confirmation separately. This functionality will be available in the order entry screen and file upload for order placing. The revised format of the file upload for transaction placing will be as per annexure A
- In case of SIP registrations, SIP transactions will be triggered by system as per the due date. Member will have to upload the credit confirmation status for these SIP orders also.
- For SIP transaction where the member has not received the funds confirmation, members can upload credit confirmation upto T+5 days post which the SIP order will be auto canceled by the system
- Members need not upload credit confirmation for XSIP orders as NCL will get the credit confirmation of such orders from the service provider
- Order cancellation will be allowed until the order cut-off time
- In order to facilitate the members to identify the pending orders for credit confirmation, an additional column will be introduced in the Reports -> EOD Report menu
- Circular related to Clearing & settlement of units of MF shall be provided separately.
- As recommended by RTA's, DPC (Direct payout of Units) to investor account will be made mandatory in the coming days. Members may take a note of the same and ensure readiness. Go live date for making DPC mandatory will be informed through a separate circular.

Members may note that, the, the funds receipt time in AMC's bank account will be the criterion, for receipt of the NAV for the investment. The client will be eligible to receive the NAV of the Historic Day in case of Liquid Orders and Same Day in case of Non-Liquid orders, if the funds are credited in the AMC's bank account before 1:30 PM and before 3:00 PM respectively.

It may be clarified that while NSE/NCL will take various effective methods to ensure to transfer the funds before the cut-off time in the AMC's bank account so that the investment of the client, will be eligible for the historic day and same day NAV for Liquid and Non-Liquid transactions respectively, NSE/NCL or any one of its staff members cannot be held responsible in the event of delay in transfer of the funds in AMC's bank account and the client will get that day's NAV in which the funds are realised in the AMC's bank account.

Annexure A

Field Sequence	Data Item	Type	Mandatory	Length	Remarks
Field1	Reference_number	Character	Yes	13	Reference_number
Field2	Transaction_Type	Number	Yes	1	Transaction_Type(1- Purchase;2- Redemption)
Field3	Symbol	Character	Yes	10	Symbol
Field4	Series	Character	Yes	2	Series
Field5	Purchase_Type	Number	Yes	1	Purchase_Type(0- Redemption;1- Fresh Purchase;2- Additional Purchase)
Field6	First_Client_ID	Character	Yes	10	First_Client_ID
Field7	Depository_Participant_ID	Character	Yes	8	Depository_Participant_ID
Field8	Depository_Code	Character	Yes	8	Depository_Code
Field9	Folio_No_Beneficiary_ID	Number/ Character	Yes	16	Folio_No_Beneficiary_ID
Field10	Amount	Number	Yes	15	Amount
Field11	Quantity	Number	Yes	15	Quantity
Field12	Order_Number	Number	Yes	12	Order_Number
Field13	Error_Code	Character	Yes	10	Error_Code
Field14	Min_Redemption_Check	Character	No	1	Min_Redemption_Check
Field15	DPC	Character	No	1	Applicable only for Purchase. Value can be present or absent. Y->DPC Flag is Yes N-> DPC Day Flag is No
Field16	Credit confirmation	Character	No	1	Y-> Credit confirmed; N/Blank -> Credit unconfirmed