

Frequently Asked Questions – T+0 settlement mechanism

1. Where do we get list of securities eligible for clearing and settlement with NCL?

Answer: The Securities eligible for T+0 shall be provided in NCL_APPLICABLE_SYMBOL_DDMMYYYY.csv with settlement flag as '0'

2. What is the Settlement type and depository market type of T+0 security?

Answer: The Settlement type for T+0 shall be '5'. The Market type for NSDL shall be 55 and for CDSL shall be 33.

3. Where can we get information of settlement calendar for T+0 security?

Answer: NCL shall incorporate settlement calendar of T+0 (settlement type 5) in monthly settlement calendar circular. The settlement calendar for T+0 shall be part of STC report downloaded to members. The settlement calendar for T+0 shall be available on respective depositories also.

4. What is the mechanism of pay-in/ early pay-in of securities in T+0 security?

Answer: Pay-in for T+0 sell obligations shall be allowing only by way of early pay-in using block mechanism. Early pay-in by way of pool or normal pay-in instructions shall not be allowed in T+0.

5. What is cut-off for EPI/ Pay-in of Securities? Is there a separate cut-off of EPI of securities for UPI client?

Answer: The pay-in for T+0 has to be provided only in from of early pay-in using block mechanism. The cut off for EPI of Security at depositories shall be 1:45 PM on T day. This includes EPI for UPI as well as non-UPI clients.

6. What is cut-off of EPI/ pay-in of Funds?

Answer:

- The cut-off of EPI of funds for non-UPI clients shall be 1.45 pm.
- The cut-off for pay-in of funds by clearing member for non-UPI clients shall be 3:30 pm.
- The cut-off for UPI client to create UPI block for funds pay-in shall be 1:45 pm.

7. Whether excess epi in T+0 be reversed by CC?

Answer: Any epi in excess of net sell obligation shall be reversed by CC. Separate report shall be provided with details of T+0.



8. What reports shall be provided for T+0?

Answer: Kindly refer Annexure B and Annexure C of NCL circular NCL/CMPT/61301.

9. Whether obligation of T+0 netted with Obligation of F&O physical expiry on T Day?

Answer: Obligation for T+0 will not be considered for netting with obligation of FO physical obligation on expiry days.

10. Whether obligation of T+0 settlement will be netted with Obligation of T+1 settlement?

Answer: Obligation for T+0 settlement will not be netted with obligation T+1 settlement.

11. Where can member get margin rates of T+0 security?

Answer: Margin applicable for Securities in T+1 market shall be applicable for T+0 market.

12. Whether Auto Do and Direct payout to client facility is applicable for T+0?

Answer: Auto Do facility shall not be applicable or T+0 as all the payin has to be done in the form of EPI. Member shall have facility to provide request for client direct pay-out for T+0 settlement.

13. Is auction applicable for shortages in T+0 settlement? What is the action on shortages?

Answer: Auction shall not be conducted in case of securities shortage. Security shortages shall be directly closed out at 10% above the highest price of the day across all exchanges for T+0 market.

Action on shortages will continue as per existing rules for cash market.

14. Is shortage reporting applicable for T+0 settlement shortages?

Answer: Yes, Shortage reporting has to be done under market type 05.

15. Is preferred depository facility available for T+0 settlement?

Answer: Preferred depository facility is available for T+0 settlement similar to settlement in T+1 cycle.

16. What is the cut-off for uploading client direct payout (CPD) files for T+0 settlement?

Answer: Cut off for CPD upload is 3.00 pm.



17. Is there any change in valuation of securities accepted as collateral?

Answer: There is no change in the process for valuation of securities

18. Will the margin rates for securities in T0 differ from that applicable in T1?

Answer: No, it will be same

19. Will the margin on trades in securities in T0 settlement be considered for intra day peak margin snapshot?

Answer: Yes

20. Does separate TM Charges file needs to be uploaded for T+0 settlement for clients marked for trading supported by blocked amount?

Answer: If TM charges facility is opted for T+1 settlement then same shall be applicable for T+0 settlement also. TM charges for T+0 and T+1 settlement needs to be uploaded in same file by 6 PM. TM charges shall be settled to clearing members account on T+1 day.

21. Do I get the cross-margining benefit in T+0 Settlement?

Answer: The cross-margining benefit shall not be applicable for T+0 settlement scrips.

22. Will the give-up/take-up facility be available for T+0 settlements?

Answer: The give-up/take-up facility shall not be provided for T+0 settlements.