



**REPO DEALING SEGMENT REGULATIONS**

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**Regd. Office: CCIL Bhavan, S K Bole Road, Dadar (West), Mumbai- 400 028**

# CLEARCORP DEALING SYSTEMS (INDIA) LIMITED

## CHAPTER I: INTRODUCTION

These Regulations shall be known as Repo Dealing Segment Regulations and shall relate to the following activities-

- I. Dealing in Market Repos on CROMS and/or borrowing and lending transactions in government securities for a fee (hereinafter referred as Government Security Lending Transaction/GSL Transaction) as notified by RBI or Clearcorp or Clearing Corporation from time to time) on Clearcorp Repo Order Matching System;
- II. Reporting of bilateral market repo trades in G-Secs as well as GSL Transactions as notified by RBI or Clearcorp or Clearing Corporation from time to time and concluded by Members and/or their Constituent(s) outside CROMS as mentioned below:
  - a. Trades concluded by a Member or its - Constituent(s) with another Member of Repo Dealing Segment or Constituent(s) of another such Member;
  - b. Trades concluded by a Member with its own Constituent;
  - c. Trades concluded between two Constituents of the same Member;

**CHAPTER II: APPLICABILITY**

These Regulations shall be applicable to all Members admitted to the Repo Dealing Segment of Clearcorp.

Note: Unless explicitly stated otherwise, all capitalized terms used herein but not defined, and defined in the Bye-Laws of Clearcorp, shall have the same meanings as assigned to them therein. Words and expressions in respect of activities connected with Clearing Corporation, used herein but not defined shall have the meaning assigned to them in the Bye-Laws, Rules and applicable Regulations of Clearing Corporation.

**CHAPTER III: MEMBERSHIP**

**3.1 General**

- 3.1.1 Membership to Repo Dealing Segment of Clearcorp shall be restricted to only those entities who fulfill the membership criteria prescribed from time to time by Clearcorp;
- 3.1.2 Membership to Repo Dealing Segment of Clearcorp shall be subject to such terms and conditions as may be stipulated by Clearcorp from time to time;
- 3.1.3 Clearcorp may suspend and/or withdraw the Repo Dealing Segment membership of a Member if, in the opinion of Clearcorp, the Member has violated any of the terms and/or conditions governing such membership. Such suspension shall continue until Clearcorp decides to withdraw the same;

**3.2 Application for Membership**

- 3.2.1 An existing Member of Securities Segment of Clearing Corporation seeking membership to Clearcorp's Repo Dealing Segment may approach Clearcorp to be admitted as a Member;
- 3.2.2 Such entity shall submit an application in the prescribed format to Clearcorp, which shall be complete in all respects together with all enclosures, as required to be submitted in terms of the application form;
- 3.2.3 Membership to Repo Dealing Segment shall be sought for any of the facilities made available by Clearcorp at the time. Presently the following facilities are operational in CROMS:-
  - i. Order Matching facility for dealing in Market Repos and GSL Transactions (as notified by RBI or Clearcorp or Clearing Corporation from time to time) ;
  - ii. Reporting facility for reporting bilateral market repo transactions and GSL Transactions (as notified by RBI or Clearcorp or Clearing Corporation from time to time).
- 3.2.4 The application form shall be submitted along with the fees prescribed by Clearcorp for membership to its Repo Dealing Segment;
- 3.2.5 Applicants shall furnish all the relevant information and /or any other additional information as may be sought by Clearcorp from time to time;

**3.3 Roles and Responsibilities**

- 3.3.1 Members shall be liable for all Trades executed/reported on CROMS either on their own behalf and/or on account of their Constituents;
- 3.3.2 Members shall maintain all relevant records of activities on their respective activities on CROMS for itself or on account of their Constituents for such period as may be specified by Clearcorp or as directed by RBI from time to time;
- 3.3.3 Members shall make available all necessary information/records/reports of the activities performed on CROMS on account of their Constituents periodically or as may be requested by the Constituents;
- 3.3.4 A Member and / or its Constituent shall produce a valid Legal Entity Identifier (LEI) number to Clearcorp as and when the same is required by the Regulator or any other authority.
- 3.3.5 Clearcorp shall, be authorized at any time to add/delete and/or modify any/functions relating to CROMS including but not limited to any rights/privileges, responsibilities and/or liabilities, conditions of use/access of/to CROMS.
- 3.3.6 Clearcorp may from time to time issue guidelines and directions governing the relationship, responsibilities and liability of Members for the purpose of dealing/reporting on CROMS on behalf of its Constituents.

**3.4 Registration of Constituents by a Member**

- 3.4.1 CROMS shall facilitate dealing/reporting of Repo Trades on behalf of a Constituent of a Member, who has been registered with Clearcorp, subject to the provisions of the extant RBI policy governing the related activity;
- 3.4.2 Every Member of Repo Dealing Segment, who is authorized to open and maintain Gilt Accounts for its Constituent, shall register their Constituents with Clearcorp prior to undertaking dealing/reporting repo trades in respect of their Constituents.
- 3.4.3 The Members may then place Constituents Orders by selecting the Constituent from the list of registered Constituents displayed in the

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order/deal input form. Prior to the commencement of dealing/reporting on behalf of Constituents on CROMS, every Member shall to its satisfaction verify the eligibility of such Constituent(s) and complete all necessary formalities/ requirements (including but not limited to any KYC requirements). Any ongoing compliance arising therefrom shall be the sole responsibility of the Member and Clearcorp shall in no manner be responsible for the same.

**CHAPTER IV: LIMITS AND MARGINS**

**4.1. Margin Contribution Requirements**

- 4.1.1 Deals concluded/reported on CROMS shall flow to Clearing Corporation for Clearing and Settlement.
- 4.1.2 The same shall be subject to all rules and regulations prescribed by Clearing Corporation for the purpose from time to time;
- 4.1.3 Prior to commencement of dealing/reporting on Clearcorp's Repo Dealing Segment, every Member shall contribute the required amount of Margins by depositing the same to Clearing Corporation;
- 4.1.4 Margin contributions made by a Member of Clearcorp's Repo Dealing Segment to the Clearing Corporation shall be governed by the rules, procedures and other terms and conditions as may be prescribed by Clearing Corporation from time for time;
- 4.1.5 A Member's contribution towards Collateral shall cover its Margin obligations towards Initial Margin, Mark to Market Margin and/or any other margin that may be prescribed in the Chapter relating to "Risk Management" in Securities Segment Regulations of Clearing Corporation;
- 4.1.6 A Member shall at all times ensure that its contributions towards Collateral are adequate to cover the risk exposures on the outstanding Trades accepted by Clearing Corporation on behalf of itself and/or its Constituent as specified in Chapter relating to "Risk Management" in Securities Segment Regulations of Clearing Corporation;
- 4.1.7 Upon intimation of Clearing Corporation, Clearcorp shall cancel any order received from a Member for itself or on account of its' Constituents, in the event a Member fails to fulfill its margin obligations. Access to CROMS may be suspended to the Member, until the margin obligation is met;
- 4.1.8 Further, Clearcorp may upon intimation of Clearing Corporation, of the failure of the Members to deposit mark to market margin or volatility margin, suspend the rights of the concerned Member to undertake any activity on the Repo Dealing Segment;
- 4.1.9 The suspension may be revoked by Clearcorp on receipt of intimation from Clearing Corporation of fulfillment of the Margin obligations by the said Member.

**4.2. Limits**

- 4.2.1 Clearcorp, shall at any time, be authorized to impose such limits as it may consider necessary in consultation with Clearing Corporation so as to determine

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the extent of dealing operations a Member may be permitted to undertake on its own behalf or on behalf of its Constituent on Clearcorp's Repo Dealing Segment.

4.2.2 Clearcorp shall at any time introduce any regulatory limits as may directed by RBI on CROMS. The regulatory limits monitored on CROMS shall be in accordance with directions / guidelines as may be issued by RBI from time to time.

4.2.3 Clearcorp, may impose any Order level or pre-trade level controls as it may consider necessary to mitigate risk that may arise on account of Member's or its user's activity on CROMS on its behalf or behalf of its' Constituents. Clearcorp shall reserve rights to deactivate/ disable/restrict Member or its' Users from accessing CROMS on account of any breach of such limits which are imposed by Clearcorp on its Members;

4.2.4 Every Member shall be primarily responsible for ensuring strict adherence to comply with all limits and/or controls through appropriate systems, procedures and internal controls. The controls provided in CROMS are merely in the nature of additional tools and cannot be cited as a reason for any breach of internal and regulatory limits;

### 4.3 Order Based Limits

4.3.1 Clearcorp shall at any time, be authorized to impose such order based limits as it may consider necessary at its sole discretion or in consultation with Clearing Corporation so as to determine the extent of dealing operations a Member may be permitted to undertake on CROMS;

4.3.2 Presently the following Order based Limits are available on CROMS:

4.3.2.1 Single Order Limit (SOL): SOL shall mean the maximum order quantity (in terms of face value) that can be placed by concerned User through a single order;

4.3.2.2 Rate Range Settings (RRS): RRS shall mean the minimum and maximum Repo Rate range under which the concerned User would input the Repo Rate. The RRS can be a soft range or a hard range based on the option selected by the authorized User. If the authorized User selects:

- a) Soft range, any Order placed outside the limit of values of soft range will be accepted, subject to the conditions prescribed by Clearcorp;



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- b) Hard range, any Order which is outside the limit of values of hard range will not be accepted.

### 4.3.3 Stock Balances

- 4.3.3.1 Stock Balance functionality has been provided on CROMS merely for operational risk control purposes;
- 4.3.3.2 Stock Balances captured on CROMS have no relation with the actual balances of Securities held by the Member in its Subsidiary General Ledger (SGL) Account at RBI;
- 4.3.3.3 Stock Balances merely reflect the freely tradable balances of Securities of a Member at the material time, as decided by the Member;
- 4.3.3.4 Prior to commencement of undertaking any funds borrowing and security lending activity on CROMS, Members would be required to update security-wise Stock Balances available for borrowing / lending;
- 4.3.3.5 Only Authorized Users, who have been assigned the relevant rights and privileges to carry out such activities in terms of the User category allotted, shall be permitted to input and/or modify the Stock Balances of Securities;
- 4.3.3.6 The Stock Balance available in a Security shall always be expressed in terms of face value quantity;
- 4.3.3.7 Additions/deletions/modifications to the Stock Balances of a Security can be undertaken as prescribed by Clearcorp from time to time;
- 4.3.3.8 Any amendment to the Stock Balance by a Member would be valid only after the same has been captured at the central host server of CROMS after requisite validations and the updated quantity displayed in the concerned Member's workstation;
- 4.3.3.9 Securities borrowed under Repo or Securities received as collateral under GSL Transactions shall not be eligible for fresh borrowings there against, save as otherwise provided under sub-Regulation 4.3.4 below containing provisions relating to Re-Repos against Securities acquired under an existing outstanding Reverse Repo Transaction. Stock Balance available in Securities shall constitute the clear and free quantity available for borrowing by that Member, subject to applicable dealing parameters;
- 4.3.3.10 The available Stock Balance in Securities at any time shall represent the net quantity available at that point of time i.e., after taking into account the

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amount already borrowed together with outstanding borrow Orders on CROMS at that time;

- 4.3.3.11 Once the balances are updated, system shall monitor the available balances for each relevant Securities for funds borrowing or security lending operations undertaken by the Member in such Securities;
- 4.3.3.12 The Stock Balances shall always be maintained centrally across all markets or Order books that may be available for dealing on CROMS;
- 4.3.3.13 CROMS shall not permit funds borrowing or security lending against Securities in any markets or order books in excess of the eligible and available quantity in the Stock Balance of the concerned Securities at that time;
- 4.3.3.14 Upon conclusion of a Trade, towards fulfillment of its execution, CROMS shall, subject to relevant Securities allocation algorithms, automatically assign Securities previously blocked for the purpose;
- 4.3.3.15 Member shall not be entitled to make or request for any amendment or changes to the Securities allocation process;

**CHAPTER V: DEALING SYSTEM**

- 5.1 After activation of their membership to Clearcorp's Repo Dealing Segment, a Member shall be granted access to CROMS;
- 5.2 CROMS facilitates, inter alia, dealing in market Repos in Government Securities and/or GSL Transactions (as notified by RBI or Clearcorp or Clearing Corporation from time to time) on an anonymous basis, where the identity of the original Counterparties to a Trade shall not be disclosed at any time whether on a pre-Trade or a post-Trade basis;
- 5.3 Access to CROMS shall be available to a Member as per connectivity mode decided by Clearcorp from time to time;
- 5.4 It shall be the responsibility of every Member to maintain the necessary information technology infrastructure, staff, communication facilities and records including appropriate business contingency infrastructure requirements, as prescribed by Clearcorp from time to time in order to ensure proper and efficient performance of CROMS;
- 5.5 All operations on CROMS shall be carried out from the authorized premises of the Member only where its treasury front office/back office/mid offices are located with access to CROMS restricted to its duly authorized personnel only;
- 5.6 All activities on CROMS shall be conducted from a single Member location and Member shall comply with all the procedural, operational and technical requirements of CROMS as well as network required for CROMS operations as specified by Clearcorp from time to time;
- 5.7 A Member may have more than one user. All users created in CROMS are required to be approved by Clearcorp. Upon approval, the User ID shall get activated with rights, roles and privileges available to the user category that has been assigned to the concerned user;
- 5.8 The various user categories and the roles, rights and privileges assigned to them shall be as notified by Clearcorp from time to time;
- 5.9 Clearcorp shall, at its sole discretion, be authorized at any time to add / delete and/or modify any/all rights and/or privileges of any of the categories of users of CROMS;
- 5.10 Every user shall be given initial access to the CROMS through the password provided by Clearcorp to him/her at the time of user approval. The concerned user shall ensure that this initial password is changed immediately after initial log in;

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- 5.11 Every user shall ensure compliance with the password policy as implemented in CROMS, as applicable from time to time;
- 5.12 Every user shall maintain complete secrecy of his/her user number/ID and password;
- 5.13 Clearcorp and/or any of its officials shall not in any way be liable for any loss or consequences that may arise on account of unauthorized and/or wrongful use of the user ID and/or password;
- 5.14 A Member and/or any of its users shall not have any right, title or interest with respect to CROMS, its facilities, software and the information provided by Clearcorp;
- 5.15 The permission to use CROMS shall be subject to the payment of such charges to Clearcorp as may be specified from time to time;
  
- 5.16 Clearcorp shall provide its services on a best effort basis. However, Clearcorp shall not under any circumstances be liable for any failure of CROMS or otherwise or a consequence arising therefrom;
  
- 5.17 Without prejudice to anything contained in sub-Regulation 5.16 above, such failure shall not reduce, alter or affect the liability of a Member in respect of any deals to which the said Member is a party;

**CHAPTER VI: DIRECT MARKET ACCESS TO CONSTITUENTS**

**6.1 General**

6.1.1 Clearcorp may facilitate Direct Market Access (DMA) to CROMS for Constituents of direct Members (referred to as “Primary Member”) of CROMS as may be decided by Clearcorp from time to time. Member shall ensure that the Constituent is a repo eligible entity in terms of RBI’s Repo Direction issued from time to time;

6.1.2 Such DMA will be subject to such terms, conditions and other guidelines governing this activity as may be issued by Clearcorp, RBI from time to time;

**6.2 Access**

6.2.1 Access to CROMS shall be available to Constituents of Primary Members of CROMS, as may be permitted in this regard by Clearcorp and such access to Constituents shall, inter alia, be co-terminus with the concerned Primary Member’s membership of CROMS;

6.2.2 Access to CROMS to respective Constituent shall be considered by Clearcorp upon receipt of specific written requests from a Primary Member for its Constituent in the form (herein referred to as “Access Request Form”) prescribed for the purpose, complete in all respects together with all requisite enclosures as specified.;

6.2.3 Mere submission of the completed Access Request Form and/or any additional information sought does not by itself constitute any privilege for any Primary Member and/or the concerned Constituent;

6.2.4 Clearcorp at its sole discretion may, refuse a request by a Primary Member to provide access to CROMS to its Constituent where Clearcorp is not satisfied with the due diligence carried out by the Primary Member as provided for under 6.3.3 and 6.3.4 hereunder;

6.2.5 Upon approval of the request for access, the same shall be communicated to the Primary Member with instructions to complete other formalities as may be required by Clearcorp from time to time;

6.2.6 A Constituent can commence operations on CROMS only upon activation of its access by Clearcorp after completion of requisite formalities;

6.2.7 Clearcorp may suspend the CROMS access to any Constituent if, in the opinion of Clearcorp, the concerned Constituent has violated any of the terms and/or

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conditions governing such access. Such suspension shall continue until Clearcorp decides to withdraw the same;

6.2.8 Every individual user for every Constituent shall be created by the user of Primary Member having privileges for managing Constituents. Such Constituent User created by Primary Member shall be approved by Clearcorp. The approval of the Constituent User shall be at the sole discretion of Clearcorp with the absolute authority to disapprove, suspend or terminate a user without assigning any reasons;

6.2.9 Clearcorp may also create a user for a Constituent, based on the specific user request from Primary Member

6.2.10 Clearcorp shall, at its sole discretion, be authorised at any time to add/ delete and/or modify any/all rights and/or privileges of any of the categories of Constituent Users on CROMS;

6.2.11 Every Constituent User shall use the concerned user name and password to login to CROMS at the first instance. The Constituent User would be required to reset the preferred password, configured in compliance with the CROMS password policy. The concerned user shall ensure compliance with the extant password policy implemented on CROMS at all times;

6.2.12 Clearcorp may prescribe such additional authentication procedures including digital signature certificates, two-factor authentications protocols etc. as Clearcorp may deem fit to ensure secure access to CROMS;

6.2.13 Every Primary Member shall ensure that incorporation and/or use of Constituent ID/ Constituent User ID and/or access to CROMS is restricted to its authorized personnel only;

6.2.14 Clearing Corporation, Clearcorp and/or any of its officials shall not in any way be liable for any loss or damage or consequences that may arise on account of unauthorised and/or wrongful use of CROMS and/or Constituent ID and/or user name/password;

### **6.3 Primary Member's Role & Responsibilities**

6.3.1 Clearcorp will not have any relationship, direct or otherwise, with any of the Constituents who are granted access to CROMS at the request of the Primary Member. All actions carried out by Clearcorp for any Constituent would be based on specific instructions/requests received from the concerned Primary Member;

6.3.2 Prior to submitting request for access to a Constituent, the concerned Primary Member shall examine the desirability of the same based on requisite internal

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criteria/policy that they shall put in place for the purpose, which should, inter alia, be in conformity with extant statutory and regulatory requirements pertaining to such activity;

6.3.3 Primary Members are required to review their Constituents due diligence processes periodically, and carry out risk-based re-assessment of the adequacy of its Constituent's systems and controls for the purpose of granting access to CROMS;

6.3.4 The Primary Member shall be solely responsible to ensure compliance of due diligence, eligibility etc. under extant regulatory, KYC norms and other internal policies in this regard. In addition, they shall also satisfy themselves of any risk management/IT infrastructure and related preparedness of the concerned Constituent;

6.3.5 To enable grant of access to CROMS to any of its Constituent the Primary Member shall submit a Request for Access to Clearcorp in the format prescribed for the purpose together with enclosures and other information as may be stipulated from time to time;

6.3.6 The Primary Member shall facilitate procurement of the required Digital Certificates from the designated Certifying Authority under the Information Technology Act, 2000, for every Constituent and ensure its proper and prompt renewal as and when due;

6.3.7 The Primary Member shall intimate Clearcorp in the event of the revocation of the digital signature certificates of its Constituent registered with Clearcorp by the Certifying Authority. Clearcorp will not be liable for any transaction conducted by any user using a digital signature certificate which has been revoked by a certifying authority;

6.3.8 The Primary Member shall facilitate procurement of e-tokens of the prescribed configuration and arrange to embed thereon the digital signature certificates procured for the concerned Constituent and make the same available to the concerned user;

6.3.9 After activation of individual Constituent Users on the system by Clearcorp, the Primary Members shall ensure safe and proper delivery of the user IDs and respective passwords to the concerned Constituent Users;

6.3.10 The Primary Member shall set the Operational Risk Control Parameters (ORCP) for all Constituent Users who are permitted to use CROMS to appropriately monitor trading activity by its Constituents;

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6.3.11 Primary Members shall also assess whether any additional controls are necessary to appropriately manage Constituent trading activity, taking into consideration the Constituent's profile;

6.3.12 The Primary Member shall be solely responsible to ensure that the Constituent (including its users) are conversant with CROMS and its Regulations and, in particular, those relating to Order matching;

6.3.13 The authorized user of the Primary Member shall also have the right to hold, release or cancel outstanding orders of the Constituent users. Primary Members shall put comprehensive systems and procedures in place for these functions carried out at their end and the same shall be subject to internal audit;

6.3.14 The Primary Member shall be completely responsible for all actions by its Constituents and all its Constituent users on CROMS;

6.3.15 Trades concluded by a Constituent on CROMS would flow to Clearing Corporation in the same manner as other CROMS Trades;

6.3.16 Trades concluded/reported on the CROMS which are eligible for Settlement through Clearing Corporation shall be subject to the provisions of its Bye-Laws, Rules and Regulations;

6.3.17 The Primary Member shall be responsible for timely, proper and complete Settlement of all Constituent Trades concluded on CROMS as also ensuring availability of adequate Margins, payment of penalties, fees and charges and/or meeting any other obligation and/or fulfilling any requirement as applicable from time to time in terms of Clearing Corporation's Bye Laws, Rules and Regulations;

6.3.18 Clearcorp may from time to time issue guidelines and directions governing the responsibilities and liabilities of Primary Member for the purpose of dealing/reporting on CROMS on behalf of its Constituents and the Primary Members shall ensure compliance with the same;

6.3.19 Primary Members shall share all necessary records of activities performed on CROMS on behalf of their Constituents as and when requested by their Constituents.

### **6.4 Operational Risk Control Parameters (ORCP)**

6.4.1 Various ORCP shall be as prescribed by Clearcorp for Constituents accessing CROMS from time to time and the Primary Member shall ensure compliance with the same;



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- 6.4.2 Clearcorp shall, at its sole discretion, be authorised at any time to add/delete and/or modify any/all ORCP tools provided on CROMS;
- 6.4.3 Prior to commencement of dealing on CROMS by a Constituent, the Primary Member shall ensure that the various ORCP values as enumerated in the user manual have been set on CROMS;
- 6.4.4 At present, ORCP values are applicable at two levels:-
- 6.4.4.1 Order Based
  - 6.4.4.2 Consumption Based
- 6.4.5 Order based ORCP includes;
- 6.4.5.1 Single Order Limit (SOL): SOL shall mean maximum order quantity that can be placed by the concerned user through a single order.
  - 6.4.5.2 Rate Range Setting (RRS) : RRS shall mean the absolute Repo rate range or Fees or Rate that is quoted for GSL Transactions set at maximum and minimum level e.g., RRS set at min 4.00 and max 6.00 means orders can be placed in between Repo rate/Fee or Rate 4 to 6. Any Repo rate/Fee or rate below 4 or above 6 shall be treated as violation of RRS.
- 6.4.6** Consumption based ORCP includes;
- 6.4.6.1 Security Stock Balance: Security Stock Balance shall mean Securities balance made available for Funds Borrowing /security lending under Repo and such activities as specified under GSL Transactions. The Stock Balance shall be updated based on utilisations and the same would be validated across users.
  - 6.4.6.2 Turnover Limit: Turnover Limit shall mean aggregate limits applicable for both borrow and lend Order and Trades.
  - 6.4.6.3 Funding Limit: Funding Limit shall mean amount available for lend or as Collateral under GSL Transactions on CROMS.
- 6.4.7 ORCP values are modifiable intra-day, subject to relative modifications being applicable only on a prospective basis i.e., they will not impact in any manner trades already concluded prior to such modification request being received by CROMS;
- 6.4.8 Every Order input by any authorized Constituent shall be validated against each of the ORCP values set by the Primary Member. Any order that violates the values prescribed for the concerned Constituent/Constituent user (as applicable) would be rejected by CROMS;

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**6.4.9** Orders that successfully pass through ORCP validations set for a Constituent/Constituent user by its Primary Member would get submitted to the CROMS and would be eligible for being traded in the same manner as any other Order on CROMS following requisite Order matching rules, conventions and processes as applicable from time to time;

**CHAPTER VII: DEALING SYSTEM OPERATIONS**

- 7.1 A Member shall always be liable for all deals executed/reported on CROMS as also for all Orders and/or activity undertaken on the system by any of its Users on its own behalf and/or on behalf of its Constituents;
- 7.2 The Clearing Corporation, shall subject to the provisions of its Bye Laws, Rules and Regulations, act as the Central Counterparty in respect of Trades concluded/reported on CROMS for Clearing and settled through Clearing Corporation;
- 7.3 Clearcorp may from time to time issue guidelines and directions governing the responsibilities and liabilities of Members for the purpose of dealing/reporting on CROMS on behalf of its Constituents;
- 7.4 Clearcorp and/or any of its officials shall not be liable under any circumstances for any failure of the system or otherwise or any loss or damage or other consequences arising from any such event beyond the reasonable control of Clearcorp. Such failure shall not reduce, alter or affect the liability of a Member in respect of any deals to which the said Member and/or its constituent is a party;

**7.5 Dealing Parameters**

- 7.5.1.1 Clearcorp may from time to time specify various operational parameters for CROMS which may, inter-alia, include-
- 7.5.1.2 Different types of markets to be maintained on the CROMS and the terms and conditions for eligible Order books to be maintained in any/all of these markets;
- 7.5.1.3 Different forms of Order books to be maintained in the various markets available on CROMS and terms and conditions for eligible Orders to be submitted on the system;
- 7.5.1.4 Specifying the instruments/contracts available for dealing;
- 7.5.1.5 Specifying the Settlement type available for dealing;
- 7.5.1.6 Determining the types of quantity, time and Repo Rate/price and GSL Transaction Fee or Rate conditions and its attributes;
- 7.5.1.7 Fixation of minimum market lots and multiples of market lots for Order matching for the various Order books maintained on CROMS;
- 7.5.1.8 Fixation of the Repo/Fee Rate/price steps in which Orders shall be entered on CROMS;
- 7.5.1.9 Minimum disclosed quantity for Orders placed;

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- 7.5.1.10 Minimum (MF) quantity for Order placed;
  - 7.5.1.11 Maximum SOL size for any or all of the Order Books;
  - 7.5.1.12 Fixation of Repo/Fee Rate/price variation;
  - 7.5.1.13 Limit or variation within a day or between days in Repo/Fee Rate;
  - 7.5.1.14 Determining functional details of CROMS including system design, User infrastructure and system operation;
  - 7.5.1.15 Such other parameters as may be decided by Clearcorp from time to time;
- 7.6 Clearcorp shall decide the instruments to be made available for Dealing/reporting on CROMS based on the RBI directions.

### 7.7 Reporting of Bilateral Market Trades

- 7.7.1 CROMS facilitates reporting of bilateral market Repo Trades in G-sec or GSL Transactions (as notified by RBI or Clearcorp or Clearing Corporation from time to time) concluded by Members and/or their Constituents outside the CROMS system;
- 7.7.2 Reporting of T+0 and T+1 market Repo Trades and GSL Transactions shall be facilitated in CROMS;
- 7.7.3 Reporting of such Bilateral market Repo Trades or GSL Transactions, referred to in Para 7.7.1 above shall be carried out by only those Users of a Member who have been specifically to perform the same;
- 7.7.4 In respect of bilateral Trades concluded between two Members of Repo Dealing Segment, both original Counterparties to the Trade shall individually report their respective leg of the said Trade separately as per procedure set out for the purpose i.e., the Borrower shall report the borrow leg of the Trade concluded by it and the concerned lender shall report the lending leg of the same Trade concluded by it;
- 7.7.5 In respect of bilateral Trades concluded by a Constituent of a Member, the respective leg of the Trade shall be reported on CROMS by the authorised User of the concerned Primary Member as per procedure set out for the purpose;
- 7.7.6 Upon receipt of both the legs of the trade as mentioned in Paras 7.9.5 and 7.9.6 above, the same shall be validated for its correctness and conformity with the parameters prescribed from time to time;
- 7.7.7 "Borrow" Trades for funds borrowing and security lending trades reported by a Member on Proprietary Account shall be validated against the latest Stock Balance available for the concerned Securities in CROMS for that Member. In the event of inadequate Stock Balance at the material time, the Trade reported would not be eligible

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for further processing/matching with the "Lend" Trade that may have been reported by the Counterparty lending Member. Borrow Trades concluded/reported by a Member in respect of its Constituents shall not be subject to such validation, provided the Constituent is not a DMA client and/or the stock is configured for such Constituent. In respect of Re-Repo Trades reported by a Member eligible to undertake such activity, the same shall be subject to the provisions contained in Para 4.3.4 above;

- 7.7.8 Upon successful validation of both legs of the Trades individually and separately reported by both the respective Members, it would be accepted as a valid matched Trade to be sent for Clearing and Settlement by Clearing Corporation;
- 7.7.9 "Lend" Trades for funds lending reported shall not result in automatic updation of the Stock Balance available for the concerned Security in CROMS for that Member. However such stock acquired shall be displayed in the "Securities Borrowed" balance of CROMS. Re-Repo transactions may be undertaken by a Member subject to the provisions contained in Para 4.3.4 above;
- 7.7.10 Deals between a Member and its own Constituent or between any two of its Constituents reported by an Authorized User of the respective Member shall always be required to be confirmed by another Authorized User of the same Member duly empowered to do so;
- 7.7.11 Trades upon being reported and successfully matched/or confirmed shall not be permitted to be modified and/or cancelled;
- 7.7.12 Trades upon being reported and successfully matched/confirmed, shall be settled in terms of Chapter 8 of these Regulations;
- 7.7.13 All deals for which the Counterparty deal leg is not reported or where the Counterparty deal leg details do not match with the deal details or are not confirmed shall be cancelled at the end of the reporting session;

### 7.8 Business Days

7.12.1 Clearcorp would normally function on all the days, excluding Sundays and those days that are declared as holidays under the Negotiable Instruments Act, 1881 in the State of Maharashtra and such other days on which transactions/settlement may not take place as declared by RBI and/or Clearcorp/Clearing Corporation or such other authority;

7.12.2 At the instance of RBI or any other regulatory authority authorized to so direct, Clearcorp may choose not to operate CROMS on days other than or in addition to

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scheduled holidays or may operate the same on days originally declared to be holidays above for valid reasons and such decision shall be final and binding on all Members.;

### 7.9 Business Timings

- 7.9.1 Clearcorp shall have the absolute discretion to decide on the dealing/reporting hours for CROMS;
- 7.9.2 The dealing/reporting hours applicable to CROMS shall be notified by Clearcorp from time to time;
- 7.9.3 Clearcorp may extend, advance or reduce dealing/reporting hours by notifying Members as and when it deems fit and necessary in this regard;

### 7.10 Markets

7.10.1 Clearcorp may, from time to time, prescribe different types of markets that shall be available on CROMS and specify conditions related to each of the markets so made available;

7.10.2 Without prejudice to the generality of the above, the initial types of markets available on CROMS may include –

#### 7.10.2.1 Basket Repos Market

- A. Basket Repos shall be facilitated in the Basket Repo Market through borrowing and/or lending of funds in various Securities Baskets whereby, upon conclusion of a Trade, any/some/all of the Securities from within a Securities Basket shall flow from the Borrower to the Lender on the Settlement Date of the first leg, which would then fall due for return from concerned Lender to the respective borrower on Settlement Date of the second leg being the maturity date as concluded as part of the original Repo Trade. The exact description of the Securities that would so flow from the Borrower to the Lender and back together with all other relevant details would be made available in the deal ticket generated by CROMS immediately after conclusion of relative Trade;
- B. The Securities Baskets referred to in sub-Regulation 7.9.2.1(A) above would normally comprise of either one or more Securities that have been grouped together on considerations of liquidity, trading patterns in the outright secondary market, tenor, instrument category, instrument type or any other attribute that in the opinion of Clearcorp is warranted based on its

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assessment of market conditions at that time;

- C. Clearcorp shall have absolute discretion to decide on the number of instruments that are to be made available as part of a Securities Basket;
- D. Clearcorp shall have absolute discretion to decide on the number and type of Securities Baskets to be made available as part of the Basket Repos Market on CROMS;

### **7.10.2.2 Special Repos Market**

- A. Special Repos shall be permitted in the Special Repos Market against specific Securities as notified by Clearcorp from time to time;
- B. In a Special Repo Trade, the specific Securities will flow from Borrower to Lender for the contracted tenor on the Settlement Date of the first leg, which would then fall due for return from concerned Lender to the respective Borrower on Settlement Date of the second leg being the maturity date as concluded as part of the original repo trade;

7.10.2.3 Clearcorp shall have absolute discretion to decide on the number of instruments that are to be made available as part of its Special Repos Market.

### **4.3.4. Re-Repos against Securities acquired under an Existing Outstanding Reverse Repo Transaction**

- 4.3.4.1. Only Lenders eligible to perform the Re-Repo transactions in terms of extant provisions notified by RBI and as applicable from time to time, would be permitted to borrow against underlying Securities acquired by them in an existing Reverse Repo transaction outstanding at that time;
- 4.3.4.2. Re-Repos shall be undertaken by the Members strictly in compliance with the Notifications/Circulars/Press Releases/any other communications that may be issued by RBI in this regard and as applicable to Re-Repo transactions from time to time;
- 4.3.4.3. Any order keyed into the CROMS by selecting "Re-Repo" option shall be identified by the CROMS as a Re-Repo transaction which shall be validated against the latest "Securities Borrowed" balance as available in the CROMS for that Member in respect of the concerned Securities at that time;
- 4.3.4.4. The stock available for Re-Repo in the "Securities Borrowed" Balance of a Security shall always be expressed in terms of face value quantity;

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- 4.3.4.5. The "Securities Borrowed" Balance shall always be maintained centrally across all markets or order books that may be available for dealing in Re-Repos on CROMS;
- 4.3.4.6. CROMS shall not permit Re-Repo transaction by a Member against Securities in any markets or Order books in excess of the eligible and available quantity in the "Securities Borrowed" stock balance of the concerned Securities of that Member at that time;
- 4.3.4.7. Upon conclusion of a Re-Repo Trade, towards fulfillment of its execution, CROMS shall, subject to relevant Securities algorithms, automatically assign the Securities from the "Securities Borrowed" stock balance previously blocked for the purpose;
- 4.3.4.8. Member shall not be entitled to make or request for any amendment or changes to the Re-Repo Securities allocation process;

### 7.10.3 GSL (AS NOTIFIED BY RBI OR CLEARCORP OR CLEARING CORPORATION FROM TIME TO TIME)

- A. CROMS shall also permit GSL Transactions against specific Securities and/or Cash as notified by RBI/Clearcorp from time to time;
- B. Under the above, any specified Securities can be lent or borrowed for a Fees/Rate for a contracted tenor. Such transactions can be undertaken by providing Collateral in the form of any acceptable Securities or funds as agreed between the Members. Securities borrowed on the Settlement Date of the first leg, will be credited to the Borrower and debited to the Lender. On the due date, the said transaction shall be reversed namely i.e. Lender account shall be credited and the Borrower account shall be debited. If the Securities is borrowed against Securities, then such Collateral shall be deposited in Securities Lender's account from Securities Borrower's account and same shall be reversed on maturity leg of the Trade. Such lending and borrowing shall be undertaken for fees/rate for the contracted period for which Securities is borrowed;
- C. Clearcorp shall have absolute discretion to decide on the number of instruments that are to be made available as part of GSL Transaction;

### 7.10.4 Clearcorp shall decide on the tenure of the Trades to be made available in the various Markets on CROMS;



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- 7.10.5 Clearcorp may make available any market on CROMS at any time during the day as may be decided from time to time. In case any market is made available during the dealing session, Clearcorp shall notify the same to all the Members through CROMS;
- 7.10.6 Clearcorp may at its discretion at any time suspend dealing in a particular Market as it deems fit and such suspension shall take effect on such conditions and in such time and manner as Clearcorp may prescribe in this regard. However, it shall be the responsibility of every Member to ensure fulfillment of all their obligations under any Trades concluded by them in the concerned Market prior to such suspension;
- 7.10.7 Clearcorp may at its discretion at any time revoke the suspension of a particular Market as it deems fit on such conditions and in such time and manner as may be prescribed in this regard;

### **7.11 Order Books**

- 7.11.1 Clearcorp may, from time to time, prescribe different forms of Order books that shall be maintained on CROMS and specify conditions for the Order to be eligible to find place in those books;
- 7.11.2 Clearcorp shall decide on the number and type of instruments to be made available in the various Order books on CROMS;
- 7.11.3 Clearcorp shall decide on the tenure of the various instruments to be made available in the various Order books on CROMS;
- 7.11.4 Different Settlement Dates would be maintained as separate Order books even if the underlying Repo instrument may be the same;
- 7.11.5 Clearcorp may make available on CROMS such Repo instruments at any time during the day as may be decided from time to time. In case any instrument is made available during the dealing session, Clearcorp shall notify the same to all the Members through CROMS;
- 7.11.6 Clearcorp may at its discretion at any time suspend dealing in a particular Repo instrument as it deems fit and such suspension shall take effect on such conditions and in such time and manner as Clearcorp may prescribe in this regard. However Member's obligation, if any, shall be honoured by it on the respective Settlement Dates.
- 7.11.7 Clearcorp may at its discretion at any time revoke the suspension of a particular Repo instrument as it deems fit on such conditions and in such time and manner as may be prescribed in this regard;

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7.11.8 An Order placed in one Order book will not match with another Order placed in a different Order book even if all the attributes match.

### 7.12 Order Type

7.12.1 Clearcorp shall specify from time to time the different types of Orders that can be placed on CROMS;

7.12.2 Clearcorp shall be authorized to add, modify, suspend, delete any of the types of the Orders that are available on CROMS;

7.12.3 Clearcorp may, at its sole discretion, after due Notification, set maximum size SOL for a type of Order. Such maximum size SOL for an Order type could be specific to a Member or specifically applicable to different types / categories / classes of Members;

### 7.13 Order Attributes

7.13.1 Clearcorp may notify from time to time various Order attributes that may be made available in CROMS;

7.13.2 The various types of Order attributes that may be made available shall be subject to restrictions as prescribed by Clearcorp from time to time;

7.13.3 All Orders entered on to the Order book are firm;

7.13.4 Without prejudice to the generality of the above, the initial set of Order attributes available in CROMS may include –

7.13.4.1 Quantity conditions such as "normal", "all or none", "disclosed quantity", "minimum fill" etc.;

7.13.4.2 Time Conditions such as "day Order", "immediate or cancel", "good till time" etc.;

7.13.4.3 Rate Conditions such as Limit, Market, etc.

7.13.5 The scope, meaning and/or implications of invoking any of the order attributes shall be as notified by Clearcorp from time to time;

7.13.6 Clearcorp may at its discretion, add, delete, modify, supplement or alter any or all of the Order attributes made available in CROMS as it may deem necessary from time to time;

7.13.7 Re-Repo transactions undertaken by a Member shall be subject to the provisions of sub-Regulation 4.3.4 above;

### 7.14 Order Validation

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- 7.14.1 Orders entered on CROMS by a Member shall be subject to such validations as may be prescribed by Clearcorp from time to time, including Order conditions and other dealing parameters;
- 7.14.2 Orders that do not meet the validation requirements applicable to that type of Order will be rejected;

### **7.15 Order Matching Rules**

- 7.15.1 Clearcorp shall specify, from time to time, the kinds of Orders that can be placed on CROMS, the Order matching algorithms, the matching rules and other parameters;
- 7.15.2 Without prejudice to the generality of the above, the initial set of rules and parameters in this regard shall be as under:
  - 7.15.2.1 In the Basket Repo Market, Orders shall be matched by CROMS on the basis of Repo rate:time priority;
  - 7.15.2.2 In the Special Repo Market, Orders shall be matched by CROMS on the basis of Repo Rate:Price:Time priority;
  - 7.15.2.3 Under GSL Transactions, Orders shall be matched by the CROMS on the basis of Fee or Rate:Price:Time priority;
  - 7.15.2.4 The time recorded at CROMS central server shall be the basis for determining time priority;
  - 7.15.2.5 The best borrow Order shall match with the best lend Order;
  - 7.15.2.6 The best borrow Order in the Basket Repo Market shall be the one which seeks to borrow at the highest Repo Rate;
  - 7.15.2.7 The best borrow Order in the Special Repo Market shall be the one which seeks to borrow at the highest Repo Rate but with lowest Price for that security;
  - 7.15.2.8 The best lend Order in the Basket Repo Market shall be the one which seeks to lend at the lowest Repo Rate;
  - 7.15.2.9 The best lend Order in the Special Repo Market shall be the one which seeks to lend at the lowest Repo Rate but with highest price for that Security;
  - 7.15.2.10 The best borrow Repo Rate for a Lend Order shall be the Borrow Repo Rate equal to or more than the Lend Repo Rate;
  - 7.15.2.11 The best lend Repo Rate for a borrow Order shall be the lend Repo Rate equal to or lesser than the borrow Repo Rate;

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- 7.15.2.12 The best borrow price for a security in case of Special Repo would be the price of the Securities offered by Borrower which is equal to or lesser than price quoted by the Lender for such Securities;
- 7.15.2.13 The best lend price for a Securities in case of Special Repo would be the Price of the Securities quoted by Lender which is equal to or more than price of the Securities offered by Borrower;
- 7.15.2.14 In case there is more than one borrow/lend Order with the same borrow/lend Repo Rate in the Basket Repo Market and /or Repo Rate / Securities Price in the Special Repo Market, then CROMS shall follow the “time priority” principle based on the time stamp given by CROMS to the Orders.
- 7.15.2.15 An Order shall become an active Order at the time of its entry into CROMS. If such an Order, on entry into CROMS, does not find a matching Order(s), it would become passive Order and remain in the Dealing System;
- 7.15.2.16 All outstanding Orders remaining unmatched in CROMS at the end of dealing hours of the respective Settlement type applicable to concerned category of the Member, shall get cancelled automatically at the end of dealing hours prescribed for such Settlement type for that Member category on the concerned Business Day;
- 7.15.2.17 Clearcorp may at its discretion, modify or change such rules, parameters and/or matching algorithms from time to time;
- 7.15.2.18 When Clearcorp is of the view that it is in the interest of the market to do so, and/or to meet any statutory or regulatory or tax obligations/orders/directive, it may at any time make unavailable any particular Order book or form of matching for a particular instrument or for the market as a whole Order matching rules for different markets / Order books and the parameters for the same.

**CHAPTER VIII: CLEARING AND SETTLEMENT**

- 8.1. Trades concluded/reported on CROMS which are eligible to settle through Clearing Corporation, shall be automatically sent by the system to the Clearing Corporation for Clearing and Settlement;
- 8.2. Such Trades shall be deemed to be confirmed by Members as being ready for Settlement;
- 8.3. The settlement of such Trades by Clearing Corporation shall be subject to the provisions of its Bye-Laws, Rules and Regulations;
- 8.4. Trades reported by the Member as per sub-Regulation 7.9.(b) between a Member with its own Constituent shall, upon confirmation of the same as per process provided, shall be automatically sent by the system to RBI's Core Banking Solution (CBS) for Settlement. These Trades shall be processed by CBS in accordance with rules and procedure prescribed by them for this purpose from time to time;
- 8.5. Trades reported by the Member as per sub-Regulation 7.9.4 (c) between two Constituents of the same Member is for information purposes only. Such Trades will be settled by the Members themselves;

**CHAPTER IX: SUDDEN EVENT HANDLING**

- 9.1. Due to the occurrence of any unforeseen event or circumstances beyond the control of Clearcorp, it may suspend the dealing on CROMS by declaration of an unscheduled holiday;
- 9.2. In such an eventuality, the following procedures shall be adopted by it in consultation with Clearing Corporation:
- 9.3. All deals concluded by Members on such days for Settlement on that day i.e., deals for T+0 value date, shall be cancelled;
- 9.4. All deals concluded by Members on such days for Settlement on the next Business Day i.e., deals for T+1 value date shall be governed by the provisions contained in Chapter relating to “Sudden Event Handling” in Securities Segment Regulations of Clearing Corporation;
- 9.5. All deals concluded earlier which fall due for Settlement on such days shall be settled in accordance with the provisions contained in Chapter relating to “Sudden Event Handling” in Securities Segment Regulations of Clearing Corporation;
- 9.6. Clearcorp shall be authorized to carry out any modifications that it feels relevant or necessary to any of the aforesaid provisions from time to time;
- 9.7. All decisions taken by Clearcorp shall be final and binding on all the Members;
- 9.8. Clearcorp shall in no way be held liable in the event of:
  - 9.8.1. Failure of the communication systems or failure of payments caused directly or indirectly by equipment or system failure;
  - 9.8.2. Failure of RBI/ Settlement Bank to execute its obligations acting in its capacity as Settlement Bank;
  - 9.8.3. Failure of RBI / Settlement Bank to comply with the instructions sent by Clearing Corporation towards settlement obligations;
  - 9.8.4. Any other cause beyond the control of Clearcorp /Clearing Corporation.
- 9.9. Clearcorp shall not be held liable in the event of Force Majeure, that prevents Clearing Corporation / Clearcorp from carrying out its duties.

**CHAPTER X: MISCELLANEOUS**

- 10.1. Clearcorp is entitled in its absolute discretion to amend or supplement from time to time the provisions of its Bye Laws, Rules and Regulations or any communications/notifications/circulars/instructions issued thereunder to the extent necessitated by market conditions and/or regulatory requirements. The same shall be binding on the Members.
- 10.2. Members shall normally be notified of any changes with due advance notice prior to the effective date thereof, unless any emergent action of Clearcorp becomes necessary due to any sudden development making such advance notification impossible.
- 10.3. Suspension of a Member from the Repo Dealing Segment by Clearcorp**
- 10.3.1. Clearcorp may suspend any of its Members as specified in the Bye-Laws, Rules and Regulations;
- 10.3.2. The Managing Director of Clearcorp or a Committee of not less than two officials nominated by the Managing Director (MD) may disable a Member from accessing the facilities of Clearcorp if in the opinion of the MD or the Committee of officials circumstances exist warranting disablement pending suspension. Provided that, within 4 hours after such disablement, the MD or the Committee of officials as the case may be shall record in writing the reasons for such disablement provided however that the same shall be reported at the next Board or the Committee meeting whichever is earlier. After such disablement, Clearcorp shall communicate the information to other Members.
- 10.4. Limitation of Liability**
- 10.4.1. No claim suit or any other legal proceeding shall lie against Clearcorp or any of its officials for anything with respect to CROMS, which is done or intended to be done by them in good faith;
- 10.4.2. Members shall be responsible and liable for all the activity undertaken by its Users on its own behalf or on behalf of its Constituent. Member shall also be responsible and liable for all the Trades that are concluded/reported on CROMS on its own behalf and/or on behalf of its Constituents. Clearcorp will have no privity of contract with Constituents and its liability shall be restricted only towards its Members;

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10.4.3. Any report or other form of communication shared or sent to the Constituent does not amount to a contractual relationship with Clearcorp. The Member agrees to procure an acknowledgement from each of its Constituent that Clearcorp shall not be liable to the Constituent for any reason whatsoever arising out of these Regulations;

### **10.5. Dispute Resolution**

**10.5.1.** It is a condition precedent that all disputes of any nature between Members and Clearcorp shall be resolved by the procedure prescribed by Clearcorp for the purpose;

### **10.6. Jurisdiction**

10.6.1. Any deal entered into through CROMS shall be deemed to have been entered at the computerized processing unit of Clearcorp at Mumbai and the place of contracting shall also be reckoned to be Mumbai;

10.6.2. The record of Clearcorp as maintained by its central processing unit or a cluster of processing units or computer processing units, whether maintained in any register, magnetic storage units, electronic storage units, optical storage units or in any other manner shall constitute the agreed and authentic record in relation to any transaction entered into through CROMS. For the purposes of any dispute, the records as maintained by the computer processing units of Clearcorp shall be conclusive evidence;

10.6.3. All disputes shall be subject to exclusive jurisdiction of the Civil Courts in Mumbai and no courts other than those in Mumbai shall have jurisdiction to deal with any disputes arising under these Regulations.



**CHAPTER XI: FEES AND CHARGES**

**11.1 Fees and Charges**

- 11.1.1 The Board or any other Committee appointed by the Board or Official(s) of Clearcorp authorized by the Board in that behalf may prescribe the scale of fees, charges and/or additional charges payable by Members from time to time;
- 11.1.2 The Board or any other Committee appointed by the Board or Official(s) of Clearcorp authorized by the Board in that behalf shall be empowered to receive the various fees, charges and/or additional charged and effect such changes in the same as it considers necessary from time to time;
- 11.1.3 The revised fees and charges, as and when made effective, shall be payable by the Member;
- 11.1.4 Notwithstanding anything contained above, the charges payable by a Member shall be notified by Clearcorp from time to time.

**11.2 Bills for Fees and Charges**

- 11.2.1 Clearcorp shall forward to its Members the bills relating to usual fees and charges as and when such bills are generated and due for payment;
- 11.2.2 The Members shall verify their bills and notify Clearcorp of discrepancies, if any, with all necessary details, not later than two Business Days from the date of notification of the relative bill;

**11.3 Recovery of Fees and Charges**

- 11.3.1 The Member shall effect payment of the fees and charges payable by them to Clearcorp by the time limit specified by Clearcorp from time to time;
- 11.3.2 Non-payment of fees and charges by the notified due date shall attract additional charges by the said Member at the rate notified from time to time in addition to any other disciplinary action as decided by Clearcorp;
- 11.3.3 The additional charges shall be payable by the Member in such manner as notified by Clearcorp from time to time;

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