

NSE Clearing Limited

(Formerly known as National Securities Clearing Corporation Limited)

Department : CURRENCY DERIVATIVE SEGMENT

Download Ref No : NCL/CD/45518

Date: August 31, 2020

Circular Ref. No : 045/2020

All NSE Members,

Sub: Mechanism for Reporting --- Currency derivative contracts involving INR

This is further to Circular No. 001/2020 (NCL/CD/43082) consolidated circular dated January 01,2020 and in reference to Clause 3 of RBI circular RBI/2019-20/210 AP (Dir Series) Circular 29 dated April 07,2020

Quote:

"3. i. Users may take positions (long or short), without having to establish existence of underlying exposure, upto a single limit of USD 100 million equivalent across all currency pairs involving INR, put together, and combined across all exchanges. ii. Exchanges authorised by RBI to offer currency derivatives shall provide facility to users, intending to take position beyond USD 100 million (or equivalent) in contracts involving INR in all exchanges put together, to designate an Authorised Dealer/Custodian. iii. For users referred to in the previous para, the exchanges shall provide information on day-end open positions as well as intra-day highest position of the user to the designated Authorised Dealer/Custodian. iv. The onus of complying with the directions shall rest with the user. In case of any contravention, the user shall render itself liable to any action under the Foreign Exchange Management Act (FEMA), 1999

Unquote

In order to facilitate the same, all Clearing members of the Currency derivative segment are required to report to the Clearing Corporation vide a file, the details of Clients who wish to take positions beyond USD 100 Million (or equivalent) in contracts involving INR in all exchanges put together, to designate an Authorised Dealer/Custodian. The Clearing member is also required to submit a confirmation from Authorised Dealer/Custodian. The file formats for the same is attached as Annexure 1.

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The same needs to be complied with if the Client wishes to take positions beyond USD 100 Million (or equivalent) in contracts involving INR.

The requisite files shall be mailed to the email id cds_clearing_ops@nsccl.co.in .

**For and on behalf of
NSE Clearing Limited**

**Nisha Pillai
Associate Vice President.**

Telephone No	Fax No	Email id
18002660050	+91-22-26598294	cds_clearing_ops@nsccl.co.in

Annexure 1

FORMAT FOR PROVIDING INFORMATION FOR CLIENTS

Naming Convention	<MEMBERCODE>_SPCLI_YYYYMMDD.csv
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COLUMN NO	HEADERS	FIELD CHARACTERISTICS
1	Name of the client	CHAR(300)
2	Permanent Account Number (PAN)	CHAR(10)
3	Trading member code (TM Code)	CHAR(5)
4	Custodian Participant code (CP code)/ UCC code	CHAR(10)
5	Name of Authorised Dealer Category-I bank	CHAR(25)
6	Clearing member (CM) code of AD-I Bank (Optional)	CHAR (6)

FORMAT OF LETTER FROM AUTHORISED DEALER CATEGORY I BANK

(To be given by the AD-I Bank on the letter head)

Date:

NSE Clearing Limited
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai 400 051

Dear Sir,

Sub: Confirmation for acting as designated Category-I bank on behalf of Client

We are registered as Authorised Dealer Category-I Bank from _____ (dd-mmm-yyyy).

We are also clearing member of NSE Clearing Limited (NCL) and our CM Code is _____.
(Optional)

We confirm that Mr./ MS/ _____(name of the client) has appointed us as designated bank for monitoring and reporting of his/ her positions in Currency Derivatives segment. We confirm following details of the client as available in our records-

Name of the client	
Permanent Account Number (PAN)	
Custodian Participant Code (CP Code) Or UCC code	

Thanking You,
Authorized Signatory