1) **Adjustment of brokerage and other amounts under Give-up / Take-up functionality.**

The following process would be followed by ICCL for generating settlement obligations in respect of give-up / take-up of trades / positions (for Equity Cash Segment) confirmed by Custodians through other Exchange/Clearing Corporation's system which are to be settled at ICCL:

- There will be no change in computation of settlement obligations for the trades/positions which are confirmed at ICCL through RTRMS as per the existing process, where Trading Members and Custodians put net of brokerage and other amounts as value for settlement.
- In case of the trades/positions confirmed by Custodians at other CCs through their systems at gross value (i.e. without adjustment of brokerage and other amounts), the settlement obligations will be generated by ICCL as per gross value. In such cases, as required by the participants, facility for recovery of brokerage and other amounts (if details provided by other Exchange/CC) will be provided by ICCL to the Custodians and Members by debiting the respective custodian's Clearing Bank account and crediting the amount to the concerned Clearing Member's Clearing Bank account.

2) **Valuation Debit in respect of security shortage in a settlement.**

In case of securities shortage in security pay-in, the valuation debit will be on the basis of T+1 day's price. The settlement price will be common across all the Exchanges and will be announced at the end of the trading day.

3) **Securities shortages close-out norms / procedure.**

Closing out in respect of settlement shortages of normal scrips (i.e settlement on net basis) in Equity Cash Segment/ Auction Settlement:

Close out will be at the highest price prevailing across the Exchanges from the day of trading till the auction day or 20% above the official settlement price on the auction day, whichever is higher or as declared from time to time by ICCL.

Closing out in respect of Trade-for-Trade securities and Block Deals of Equity Cash Market:

Any shortages in the respect of Trade-for-Trade scrips and Block Deal trades will be directly closed-out at the highest price prevailing across the Exchanges from the day of trading till the T+1 day or 20% above the settlement price on the T+1 day, whichever is higher or as declared from time to time by ICCL

Compulsory Close-out of securities under Corporate Action:

In cases of securities having corporate actions and no 'no-delivery period' for the corporate action, all cases of short delivery of cum transactions which cannot be auctioned on cum basis or where the cum basis auction pay-out is after the book closure / record date, will be directly closed-out at the highest price prevailing across the Exchanges from the day of trading till the auction day or 10% above the settlement price on the auction day, whichever is higher or as declared from time to time by ICCL.

4) **Position portability in Equity Derivatives and Currency Derivatives Segments under the Interoperability framework.**

Members are requested to note that, after the consent is provided to ICCL by the Clearing Members as their designated Clearing Corporation for Equity Derivatives/Currency Derivatives segment, the open positions of the clearing members would be transferred to ICCL from the respective Clearing Corporation.

The settlement obligations determined prior to the effective date would be settled with the respective Clearing Corporation, prior to selection of Clearing Corporation as ICCL.

Position of such Clearing Member would be transferred to ICCL from other Clearing Corporation in Equity Derivatives segment as the member has designated ICCL as the designated Clearing Corporation for the respective segment.

Process:

- ✓ Clearing Member would approach other CC and request for change in affiliation.
- ✓ Approval from other CC
- ✓ Approval from ICCL
- ✓ Clearing Member would approach other CC for release of collateral deposits
- ✓ Clearing Member would deposit the collaterals with ICCL for margin/settlement obligations
- ✓ ICCL would coordinate with the other CC for transfer of outstanding position of the concerned Clearing Member.
- ✓ The mark to Market settlement obligations would be settled by the Clearing Members on the other CC on the settlement day.

5) **Position shifting in Equity Cash Segment under the Interoperability framework.**

Members may note that, in case of Equity Cash Segment, when a Clearing Member would change the designated CC, the unsettled positions of the CM would not be required to be shifted to other CC but would be settled by the Clearing Member on that CC. Accordingly, in case of a CM who would select ICCL as a designated CC, the trades of the trading members mapped with such Clearing Member would be processed by ICCL with effect from the date of selection of Clearing Membership with ICCL.

Process:

- ✓ Clearing Member would approach other CC and request for change in affiliation.
- ✓ Approval from other CC
- ✓ Approval from ICCL

- ✓ Clearing Member would approach the other CC for release of collateral deposits
- ✓ Clearing Member would deposit the collaterals with ICCL for margin/settlement obligations
- ✓ Members may note that in case of any difference in the scrip profile (i.e. settlement type - Normal/Trade to Trade) between BSE/ICCL scrip master and other Exchange/CC scrip master, ICCL would use the scrip settlement type viz. Normal (on net basis) or Trade to Trade as per the scrip profile mentioned in the scrip master of BSE/ICCL and accordingly, delivery obligations for settlement would be generated on net basis in case of normal scrips and on /Gross basis in case Trade to Trade scrips.

6) Common CP Code to be used by all members.

Common CP code to be used w.e.f. June 3, 2019, by all members even if they choose to operationalise their interoperability from later dates (i.e. June 10, 17, 24 or July 1, 2019) For this purpose, wherever client CP codes are available at CM/Custodian level, NCL's CP codes shall be used. In case NCL CP Code is not available, then ICCL's CP Code shall be used and in case both NCL's and ICCL's CP Codes are not available, then MCCIL's CP Code shall be used.

7) New file format for early pay-in to be used.

File format changes pertaining to early pay-in of funds & securities and common settlement price will be implemented for all members as provided in circular No.20190426-32 dated April 26, 2019.

8) VaR files by ICCL under Interoperability framework.

ICCL will provide two types of VaR files to members. One VaR file (* list of file names is given below) would contain all the scrips traded on BSE and the other VaR file (# list of file names is given below) would contain all scrips cleared by ICCL under Interoperability framework.

Sr No.	*File names under Interoperability framework for scrip traded across Exchanges	#File names for BSE traded scrips
1.	V1DDMMYY.TXT	V1DDMMYY_1.TXT
2.	V2DDMMYY.TXT	V2DDMMYY_1.TXT
3.	V3DDMMYY.TXT	V3DDMMYY_1.TXT
4.	V4DDMMYY.TXT	V4DDMMYY_1.TXT
5.	V5DDMMYY.TXT	V5DDMMYY_1.TXT
6.	VNDDMMYY.CSV	VNDDMMYY_1.CSV
7.	VNDDMMYY.TXT	VNDDMMYY_1.TXT
8.	VRDDMMYY.TXT	VRDDMMYY_1.TXT