

DEPARTMENT: LEGAL & SECRETARIAL

Download Ref No: NCL/SD/46591

Date: December 09, 2020

Circular Ref. No: 04/2020

All Clearing Members

Sub: Amendments to Rules of NCL

NCL Rules (Capital Market segment, Commodity Derivatives segment, Futures & Options segment and Currency Derivatives Segment) are amended as under:

The following new clauses are inserted as new Sub-Rules i.e., Sub-Rule No. 4 and Sub-Rule No. 5 under Rule 9 in Chapter IV “RESIGNATION” of NCL Rules applicable to Capital Market segment, Commodity Derivatives segment, Futures & Options segment and Currency Derivatives Segment after the existing Sub-Rule No.3:-

Quote

(4) A non-defaulting Clearing Member may resign unconditionally within a period of 30 calendar days in the circumstances specified in explanation 2 to Bye Law 8 of Chapter XII of NCL Bye-Laws after making additional contribution as required by Clearing Corporation to Core Settlement Guarantee Fund. In such resignation cases, the provisions of clause (2) above shall not be applicable.

(5) The resignation under clause (4) above shall be subject to fulfillment of the following conditions:

- a) The non-defaulting Clearing Member has closed out/settled outstanding positions
- b) The non-defaulting Clearing Member has paid the capped additional contribution to the Clearing Corporation
- c) The non-defaulting Clearing Member has paid outstanding dues to SEBI

Unquote

The above amendments have come into force with effect from November 28, 2020 being the date of notification in the Gazette of India.

Notes:

(i) The clause (2) as mentioned in clause (4) above, reads as follows:

“Any Clearing Member of the Clearing Corporation objecting to any such resignation shall communicate the grounds of his objection to the relevant authority by letter within such period as may be specified by the relevant authority from time to time.”

(ii) For further clarification, the signatory may be contacted on 022-2659 8100.

**For and on behalf of
NSE Clearing Limited****Chirag S Nagda
Company Secretary**

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