

**NSE Clearing Limited**

(Formerly known as National Securities Clearing Corporation Limited)

<b>SEGMENT: MUTUAL FUND SERVICE SYSTEM</b>	
Download Ref No : NCL/MFSS/46792	Date : December 23, 2020
Circular Ref. No : 0408/2020	

All Participants,

**Sub: Revision in Settlement procedure for Normal Market Subscription Orders**

Further to NSE circular no NSE/NMF/46751 dated December 21, 2020 and NSE/NMF/46781 dated December 23, 2020 regarding 'Uniformity in applicability of Net Asset Value (NAV) across various schemes upon realization of funds', the Clearing Corporation will follow the below procedure for settlement of Normal Market Subscription orders:

- 1) Orders received in Normal Market Subscription category shall be reported to RTA/AMC based on fund collection from participants on the T day with effect from January 01, 2021.
- 2) Participants to ensure clear funds are available by **02:00 p.m.** (for Normal and SIP orders) in their designated clearing settlement bank account failing which all the subscription orders will get rejected. The mentioned facility shall be currently available for selected banks. Participants are requested to contact MFSS Clearing team for the details.
- 3) In cases where participants do not hold an account with the selected banks, procedure as outlined in Annexure I shall be followed.
- 4) Order cancellation will be allowed on the NSE trade front end only. The process of order cancellation through NSCCL - MASS shall not be available from January 01, 2021.
- 5) The Clearing Corporation shall debit the designated clearing bank account of the Participants on T day after 02:00 p.m. Wherever the partial funds are collected from the bank account the same shall be returned to the designated bank account of the Participant by 06:00 p.m.
- 6) For orders accepted by RTA, the settlement of units shall be done on T+1 day.

There shall be no change in Clearing and settlement procedure for Historical NAV for liquid subscriptions (HLIQD), subscription amount greater than or equal to Rs. 2 lakhs for debt schemes (DBTCR) and Normal redemption orders.

There is no change in the unit settlement process and related reports.

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

**Sunil Bhatia  
Chief Manager**

### Annexure I

The Participant's shall be required to transfer the funds directly to the following settlement account of Clearing Corporation:

- Bank Name: HDFC Bank Ltd
- Account No: 00990610005906
- Description: NSE CLEARING NORMAL SETTLEMENT ACCOUNT – MFS
- RTGS Code: HDFC0000060
- NEFT: HDFC0000240

The participants shall be required to transfer the funds to above mentioned bank account on T day before 02:00 p.m. for Normal Subscription orders.

Participants shall mandatorily required to send the order confirmation file (ORDC) to Clearing Corporation by 02:00 p.m. on T day by e-mail to [mfss\\_clearing@nscl.co.in](mailto:mfss_clearing@nscl.co.in). Orders shall not be taken up for further processing in the following cases:

- Non receipt of funds within the stipulated time
- Shortage of funds
- Non receipt of the order confirmation file from the Participant

Wherever the funds collected from the bank account of the participant falls short of the order value, all orders shall be cancelled. In case of order cancellation, the funds collected, if any, shall be returned to the bank account of the participant from where the funds were received on T day by 6:00 pm.

The funds shall be moved from Clearing Corporation bank account to the AMC / Mutual fund bank account maintained with the clearing Bank before the cut off time i.e. 03:00 p.m. on T day.

### LIMITATION OF LIABILITY

NSE Clearing Limited is only a facilitator and not a counter party for the initial offer /sale /repurchase/redemption of units. NSE Clearing will not guarantee the fulfilment of the settlement obligations. NSE Clearing shall not be liable for obligations arising out of initial offer/sale/repurchase/redemption of units by Participants and to any losses in connection therefrom.

The Mutual Fund subscription service is provided on a best effort basis. NSE Clearing would not be responsible for any delay / unforeseen circumstances / banking system error / delay, on account of which funds may not reach AMC on time.

<b>Toll Free No</b>	<b>Fax No</b>	<b>Email id</b>
<b>1800 266 0057</b>	<b>022-26598269</b>	<b><a href="mailto:mfss_clearing@nscl.co.in">mfss_clearing@nscl.co.in</a></b>