

DRC 2014-15/13

DISPUTE RESOLUTION COMMITTEE

(27th March, 2015)

- Proceedings of erroneous deal in 09.23 GS 2043

**FIXED INCOME MONEY MARKET AND DERIVATIVES
ASSOCIATION OF INDIA**

(Prepared by Rohan Sawant)

Procedure followed for settlement of off market trade in 09.23 GS 2043 on NDS-OM dated 26th March, 2015.

The details of actions taken for settlement are as under:

- On 26th March, 2015 FIMMDA was informed by one counterparty a primary dealer telephonically and subsequently via mail, that they have sold 09.23% GS 2043 at price of Rs. 105.8000/8.6764% for Rs.25 Cr at 09:05:00 hrs which is out of market, the closing price as on 25th March, 2015 for the same paper was at Rs.114.7300/7.9211 %.
- The matter was referred to DRC members, and the committee members agreed that the deal was erroneous and we may seek details of counterparty from RBI.
- RBI was approached to find out the counterparty names.
- When RBI disclosed the names of the counterparty, it was noticed that the counter party was a mutual fund institute.
- As soon as the counterparty details were revealed, both the parties were advised to reverse the trade and settle the matter.
- Accordingly, on the same day the deal was reversed and reported on NDS - OM Reporting Deal Platform settling on T+0 basis.
- The dispute was resolved and settled.
- The resolution was informed to RBI and subsequently to DRC members.