

**RESOLUTION OF DISPUTE ON NDS-OM**

**(17<sup>th</sup> April, 2014)**

- Discussion on Big Figure Mistake in 06.90 GS 2019

**DISPUTE RESOLUTION COMMITTEE**

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

**(Minutes prepared by Vasundhara Khajuria)**

**Two trades of 06.90% GS 2019 done on NDS-OM on April 17, 2014**

FIMMDA Dispute Resolution Committee (DRC) received a notice of a dispute in the trading on NDS - OM on April 17, 2014 from a public sector bank.

The details of the deal and actions taken are as follows:

- Two trades of 06.90% GS 2019 were dealt on April 17, 2014 at 8.1863% & 8.1739% on NDS-OM for 15 Crores.
- One of the counterparty for both the deals (buyer) - a Public Sector Bank approached FIMMDA, to seek resolution of "Big Figure Mistake" in the Yield bought.
- It was observed that paper with similar maturity was trading at 8.9404%. (7.28% GS 2019)
- DRC members agreed that it was an erroneous deal and approved to seek details of the counterparties from RBI.
- FIMMDA approached RBI to find out the counterparty name as the deal was a prima facie "Big Figure Mistake".
- After receiving the counterparty names from RBI, the parties involved were informed.
- The trades were reversed before the day-end. The three parties involved in the trade were a public sector bank (buyer of both the deals) and two insurance companies (sellers to the deal).