

FIMCIR/2012-13/44

February 27th, 2013

To, All F-TRAC Users

Dear Sir/Madam,

NOTICE FOR ALL F -TRAC USERS

We have been receiving a lot of requests for “Cancellation “of trades reported on the F-TRAC system.

We have clarified most of the queries which have been raised in the FAQ’s uploaded under the tab called Reporting Platform on the FIMMDA’s Website, in addition to showing a Power Point Presentation on how OTC trades in Corporate Bonds, CPs and CDs are Reported and subsequently settled in the Clearing Corporations of the Exchanges under the DVP 1 settlement process under the head Reporting Platform.

The F-TRAC Users are requested to go through the F-TRAC User Guide, the FAQs and the PPT and familiarize themselves about the Reporting and Settlement processes.

As regards Cancellation of trades reported on the F-TRAC, we once again re-iterate as follows:

Corporate Bonds:

Trades once reported by both counterparties, would either be “Matched” in all relevant Reporting Fields or be “Unmatched”. If:

- a) The Buyer’s and Seller’s Reportings are “Matched”, the F-TRAC transmits the details to the selected Clearing Corporation of the Exchange, where the trade awaits receipt of the Bond/CP/CD from the Seller and the Funds from the Buyer. Simultaneously the trade appears on the F-TRAC Screen under “Bond / CP / CD” traded today “. Such trades cannot be cancelled or removed from the system.



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However, if for any reason the Seller does not deliver the Bond/CP/CD, or the Buyer does not deliver the Funds, the trade gets classified as a “Failed Trade”, and appears as such on the screens of NSE / BSE.

It is not necessary to inform FIMMDA about the “Failed Trade”.

- b) The Buyer’s and Seller’s Reportings are “Unmatched”, the reporting does not appear on the F-TRAC Screen for public view, and the Buyer and Seller can modify and match or remove the trades from their individual terminals, without informing FIMMDA.

It is not necessary to inform FIMMDA about the “unmatched trades”.

Certificates of Deposit and Commercial Papers:

The process for CPs and CDs is the same as above.

However, since the Clearing Corporations of Exchanges have not yet set up screens to display “Failed Trades”, the users should use the format in the annexure (given below) and report the “Failed Trades” to FIMMDA to the e-mail addresses:

deepikarathod@fimmda.org or

prerna@fimmda.org.

Once the “Failed Trades” screens are introduced for CPs and CDs, in the NSE and BSE and any other Exchange where the settlement instructions flow, the above reporting would be discontinued.

All F-TRAC users should be guided by the above instructions.

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Report of Failed Matched Trades CP's & CD's

Organisation Name	
Buyer Name	
Seller Name	
Name of Approving Authority	
Member ID	
User ID	
Date	
Deal Segment (CPs / CDs)	
Deal ID	
Reason for Failed settlement	