DRC 2022-23/10

**DISPUTE RESOLUTION COMMITTEE**

* Proceedings of erroneous deals in **07.10 MH SDL 2036**

on

 **19th Jan 2023**

 **Approved**

 **P. Das Gupta**

 **Dy.CEO**

# FIXED INCOME MONEY MARKET AND DERIVATIVES ASSOCIATION OF INDIA

(Prepared by Mihika Bendarkar)

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# Procedure followed for settlement of off market trade in 07.10 MH SDL 2036 on NDS-OM ( Odd Lot) dated 19th January 2023

The details of actions taken for settlement are as under:

* On 19th January, 2023 DRC FIMMDA was informed by the Seller (Co-operative Bank) telephonically and subsequently via mail of 1 erroneous trade done by them, claiming apparent off market trade and raising a dispute as per DRC norms. The Seller sold 07.10 MH SDL 2036 (Security) at 09.58.42 hrs., for Rs. 94.00/7.8259%, for Rs. 0.5 cr.
* Disputed trade was the 1st trade in the Captioned Security. There was no other trade in the security. FBIL/FIMMDA valuation as on 18th Dec (Previous working day) was Rs.96.2421/7.5467%.
* The matter was referred to 16 DRC members, the quorum being 6. Thirteen members agreed that the trade was erroneous and may be reversed. There were no contrary decisions.
* Based on majority members’ decision, as per DRC rules, RBI was approached to know details of the counterparty.
* RBI disclosed the name of the counterparty as a Private Bank.
* The counterparty was advised to reverse the trade.
* Accordingly, on 23rd January 2023, the trade was reversed and was reported in the NDS OM platform reported section.
* The off-market trade was thus reversed. The loss/gain reversed is Rs. 1,12,105 lakhs.
* The reversal was informed to RBI and DRC members.