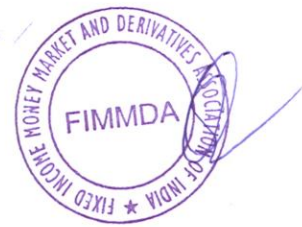


DRC 2015-16/08

DISPUTE RESOLUTION COMMITTEE

- Proceedings of erroneous deal in 07.72 GS 2055
on
20th Novemeber 2015



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

(Prepared by Rohan Sawant)

Procedure followed for settlement of trade on NDS-OM in 07.72 GS 2055 on 20th November 2015.

The details of actions taken for settlement are as under:

- On 20th November, 2015 FIMMDA was informed by the seller (a mutual fund) telephonically and subsequently via mail, that they have sold 07.72 GS 2055 at price of 98.65/7.8301% Rs.10 Crs reported on NDS-OM at 11:08:11 hrs which they consider to be a off market trade.
- The above was the first trade in that security on 20th Nov 2015. The last traded price/yield for the same security on 9th Nov, 2015 was 99.15/7.7819%. According to the seller, he wrongly put an offer to sell the above G-Sec for Rs.10 Crs at Rs. 98.65 instead of Rs.99.65
- The matter was referred to DRC members, and the committee members disagreed that the deal was erroneous.
- The DRC members stated that looking at correction seen in the market at the long end of the curve, tenor of the security and last traded rate of the security this trade may not be treated as erroneous trade.
- The same was informed to the seller (a mutual fund) to consider the above trade as normal trade & not fit for reversal.