

DRC 2019-20/08

**DISPUTE RESOLUTION COMMITTEE**

- Proceedings of erroneous deal in 07.88 GS 2030  
On  
20<sup>th</sup> June 2019



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

(Prepared by Ramandeep Kaur)



FIMMDA: Dispute Resolution Committee

Procedure followed for settlement of off market trade in 07.88 GS 2030 on NDS-OM dated 20<sup>th</sup> June 2019

The details of actions taken for settlement are as under:

- On 20<sup>th</sup> June 2019 FIMMDA was informed of erroneous deals by the seller (Co-operative) via mail. The seller sold 07.88 GS 2030 at Rs.104.95/7.2079% for total Rs.5 Cr at 09:21:30 hrs. which was claimed to be out of market.
- Previous trade took place on 19<sup>th</sup> June 2019 at 106.52/7.0043%.
- The matter was referred to 14 DRC members, the quorum being 6. Six members agreed that the deal was erroneous and may be reversed. Nobody gave contrary decision.
- As per code of conduct, RBI was approached to know the counterparty.
- RBI disclosed the name of the counterparties as a Foreign Bank.
- All parties were advised to reverse the trade.
- Accordingly, on 26<sup>th</sup> June 2019, the trade was reversed and on NDS - OM Odd Lot section.
- The off-market trade was thus reversed. The loss/gain reversed is Rs.7,85,000/-
- The reversal was informed to RBI and DRC members.