

DRC 2015-16/02

DISPUTE RESOLUTION COMMITTEE

(8th June, 2015)

- Proceedings of erroneous deal in **182 DTB 03122015**

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

(Prepared by Rohan Sawant)

Procedure followed for settlement of off market trade in 182 DTB 03122015 on NDS-OM dated 4th June, 2015.

The details of actions taken for settlement are as under:

- On 4th June, 2015 FIMMDA was informed by one counterparty a mutual fund institute telephonically and subsequently via mail, that they have sold 182 DTB 03122015 at price of Rs.95.9052/8.6100% for Rs.25 Cr at 12:53:16 hrs which was out of market, the last traded price as on 3rd June, 2015 for the same security was at Rs.96.3025/7.7000%.
- The matter was referred to DRC members, and the committee members agreed that the deal was erroneous and we may seek details of counterparty from RBI.
- RBI was approached to find out the counterparty names.
- When RBI disclosed the names of the counterparty, it was noticed that the counter party was a private sector bank.
- As soon as the counterparty details were revealed, both the parties were advised to reverse the trade and settle the matter.
- Accordingly, on the next day 5th June 2015 the deal was reversed and reported on NDS - OM Reporting Deal Platform settling on T+1 basis.
- The dispute was resolved and settled.
- The resolution was informed to RBI and subsequently to DRC members.