

FIMCIR/2019-20/012

28th June 2019.

Dear Sir/Madam,

Reg: Publication of Corporate Bond Valuations using SLV methodology on a firm basis w.e.f. 1st July 2019.

Ref: FIMCIR/2019-20/ 011 dated 20th June 2019.

Vide our above circular we informed the members that FIMMDA will be publishing the Security Level Valuations for, Corporate Bonds on a firm basis w.e.f. 1st July 2019.

Some market participants approached us informing that though they have been watching these valuations internally, their systems are not modified to capture the SLV in place of spread matrix and so they require time for the migration. They indicated that they will require about 3-4 months for the change to happen.

We sent mails to all members for a con call on 27th June 2019 to elicit their views. During the Con Call, members expressed similar views seeking at least 3 months' time for the changes to take place.

In view of the above, the Board decided that we may start the publication of SLV on a firm basis w.e.f. Thursday 3rd October 2019.

Meanwhile, we will continue to publish SLV on TRIAL BASIS. We will publish the daily spread matrix and the 15-day traded statement as is being done currently.

You are using the spreads along with G sec par yield to derive Bond yields. So, as an additional service, we shall also publish YIELD Matrix w.e.f. 1st July 2019.

We request all members to take suitable measures to change their systems to accept SLV w.e.f. the new date.

During the interim period, we will hold meetings with market participants to discuss any issue / suggestions that the institutions may have with regard to SLV.

Yours truly



D. V. S. V. Prasad
Chief Executive Officer

