

CSDs: KSEI (Indonesia)

Date: 04 Aug 2010

SMI Markets: Indonesia

CMIRR Markets: Indonesia

KPEI to Implement Continuous Settlement System - Update

PT Indonesian Clearing and Guarantee Corporation (KPEI) has secured another intraday credit facility of IDR 1 trillion from Bank Mandiri, in addition to the IDR 490 billion it previously secured with two local banks. KPEI is the central counterparty for on-exchange transactions and these arrangements are part of its plan to support a continuous settlement system. The exact implementation date will be announced in due course.

CSD Risk Impact

KSEI (Indonesia)

CSD Rating: A+

CSD Flash Impact: On Watch

Impacted Risk Type: Asset Commitment Risk

Current Rating = AA-

Flash Impact = On Watch

Impacted Risk Type: Liquidity Risk

Current Rating = A+

Flash Impact = On Watch

The secured intraday credit facility will be utilised by the KPEI to support its plan to implement the continuous settlement system. The facility will be used to a pay clearing member in the event that there are insufficient funds in the KPEI operating accounts and the member has fully delivered their securities obligations and meets all the exposure requirements. This could improve liquidity and allow members to receive funds earlier than what the current arrangements permit. Further assessments will be made when more details become available.

Market Information Impact

Indonesia

This information affects the data contained in the Settlement sections of the Securities Market Information Service.

Infrastructure Risk Ratings Impact

Indonesia

Market Rating: A

Market Flash Impact: Stable

Impacted Risk Type: Asset Commitment Risk

Current Rating = AA-

Flash Impact = On Watch

Impacted Risk Type: Liquidity Risk

Current Rating = BBB
Flash Impact = On Watch

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Related Flash: [KPEI to Implement Continuous Settlement System, 22/06/2010 \(click to view\)](#)

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