

CSDs: CDSL (India), NSDL (India)

Date: 24 Feb 2012

SMI Markets: India

CMIRR Markets: India

## BSE Transfers Clearing and Settlement Activities to ICCL

The Bombay High Court has approved the Scheme of Arrangement for the transfer of the clearing and settlement activities of the Bombay Stock Exchange (BSE) to the Indian Clearing Corporation Ltd (ICCL). The appointed date of the scheme is 1 April 2011, and became operative from 25 February 2012.

The following changes came into effect on 25 February 2012:

- All clearing members of the BSE will automatically become clearing members of ICCL, with all rights and obligations attached to their membership in the BSE.
- All clearing banks of the BSE will also automatically become clearing banks of ICCL. Further, all the settlement accounts with the clearing banks in the name of BSE shall stand transferred in the name of ICCL without any change in the account numbers.
- The existing collateral deposited / pledged by members in favour of BSE will be transferred in favour of ICCL. New or renewal of collateral deposits will be accepted in favour of ICCL.
- The pay-in of funds and securities by members will be done in favour of ICCL instead of BSE. Members are not required to make any changes in the clearing bank settlement account number or depository pay-in process. The existing process of pay-in / pay-out of funds through clearing banks and securities through depositories will remain.

The BSE announcement is available here: [Transfer of Clearing and Settlement division ICCL](#).

## CSD Risk Impact

### CDSL (India)

CSD Rating: A

CSD Flash Impact: Stable

Impacted Risk Type: Asset Commitment Risk

Current Rating = AA-

Flash Impact = Stable

Impacted Risk Type: Liquidity Risk

Current Rating = A-

Flash Impact = Stable

Impacted Risk Type: Counterparty Risk

Current Rating = A+

Flash Impact = Stable

It is understood that the existing settlement mechanisms, DVP arrangements and risk management procedures will still apply after the transfer of the clearing and settlement activities from BOISL to ICCL. The impacts for the settlement risks are set to 'Stable'.

### NSDL (India)

CSD Rating: A+

CSD Flash Impact: Stable

Impacted Risk Type: Asset Commitment Risk

Current Rating = AA-

Flash Impact = Stable

Impacted Risk Type: Liquidity Risk

Current Rating = A

Flash Impact = Stable

Impacted Risk Type: Counterparty Risk

Current Rating = A+

Flash Impact = Stable

It is understood that the existing settlement mechanisms, DVP arrangements and risk management procedures will still apply after the transfer of the clearing and settlement activities from BOISL to ICCL. The impacts for the settlement risks are set to 'Stable'.

## Market Information Impact

### India

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

## Infrastructure Risk Ratings Impact

### India

Market Rating: A

Market Flash Impact: Stable

Impacted Risk Type: Asset Commitment Risk

Current Rating = A

Flash Impact = Stable

Impacted Risk Type: Liquidity Risk

Current Rating = A-

Flash Impact = Stable

Impacted Risk Type: Counterparty Risk

Current Rating = A

Flash Impact = Stable

It is understood that the existing settlement mechanisms, DVP arrangements and risk management procedures will still apply after the transfer of the clearing and settlement activities from BOISL to ICCL. The impacts for the settlement risks are set to 'Stable'.

Related Flash: [BSE Commences Corporate Bond Settlement Through ICCL, 07/12/2009 \(click to view\)](#)

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