

Relevant Extracts of the Agenda of the Meeting of the Governing Board of NSE Clearing Limited held on Tuesday, April 30, 2024

1. Approve the proposal for change in the deposit requirement for Self-Clearing Members in Capital Market Segment

It was proposed that the deposit structure for Self Clearing Members in Capital Market segment may be reviewed and it is proposed that the NCL may discontinue taking Non-Cash deposits of Rs. 25 Lakhs from Self-Clearing Members. Further, it was suggested that we may continue to take Cash IFSD from the members.

2. Approve taking Initial Membership Security Deposits with New Membership applications.

It is proposed that the applicants may furnish deposits in the form of FDR amounting to Rs. 5,00,000/- lien marked to NCL with the new membership application. The terms for accepting FDR from applicants, shall be in lines with the FDRs currently accepted for Security Deposits from members.

3. Review the disclosures under the Principles of Financial Market Infrastructures (PFMIs)

SEBI has issued circular dated December 19, 2023 on Principles of Financial Market Infrastructures (PFMIs). The circular is attached as Annexure.

The Principles apply to systematically important FMI entities such as Central Counterparty (CCP), Central Securities Depository (CSD)/ Securities Settlement System (SSS), Payment and Settlement Systems (PSS) and Trade Repository (TR) which are responsible for providing clearing, settlement and recording of monetary and other financial transactions. The principles are international standards set forth to –

1. Enhance safety and efficiency in payment, clearing, settlement, and recording arrangements,
2. Reduce systemic risk.
3. Foster transparency and financial stability
4. Promote protection of participants and investors.

SEBI regulated Depositories and Clearing Corporations are FMIs

Based on the recommendations of Secondary Market Advisory Committee of SEBI (SMAC), SEBI has been decided that FMIs shall carry out self- assessment on a periodic basis against the PFMIs and disclose the same on their websites. For this purpose, the 24 principles for FMIs have been classified as “quantitative” and “qualitative”.

The periodicity of self-assessment and disclosure by the FMIs shall be as follows:

Self-assessment and Disclosures	Periodicity
Quantitative	Quarterly (within 30 days from the end of the quarter – June, September, December, and March)
Qualitative	Annually (within 30 days from the end of the financial year)

Further, SEBI has prescribed that FMIs shall be monitored and assessed against the PFMI on annual basis by the Regulatory Oversight Committee (ROC) of the FMI and the ROC shall submit a report to the governing board of the FMI and SEBI within 60 days from the end of the financial year.

4. To take note of Statement of investor complaints received and resolved by the Company for the quarter ended March 31, 2024

The details of Investor Complaints along with details of complaints received from other stakeholders such as Clearing members, clearing banks, custodian, depositories and arbitration cases for the quarter ended March 31, 2024 is given below:-

Particulars	ISC complaints for quarter ended March 31, 2024	Arbitration cases for quarter ended March 31, 2024	Appellate cases for the quarter ended March 31, 2024
Pending at the beginning of the quarter ended March 31, 2024	0	37	0
Received during the quarter ended March 31, 2024	2	0	0
Disposed off during the quarter ended March 31, 2024	2	1	0
Remaining unresolved at the end of the quarter ended March 31, 2024	0	36	0