

Department: CAPITAL MARKET

Download Ref No: NCL/CMPT/63165	Date: July 31, 2024
Circular Ref. No: 141/2024	

All Members and Custodians,

Sub:- Introduction of custodian transactions in T+0 settlement cycle

This is with reference to circular no. NSE/CMTR/63154 dated 31-Jul-2024, Notice no. 20240731-11 dated 31-Jul-2024 and further to our circular no NCL/CMPT/61271 dated 21-Mar-2024 and circular no. NCL/CMPT/61301 dated 22-Mar-2024 regarding Introduction and operational guidelines of Beta version of T+0 settlement.

Members and custodians shall take note of the following –

1. Exchanges shall provide facility to execute trades with custodial participant (CP) code in T+0 settlement cycle **effective 30-Sep-2024**.
2. There is no facility to execute trades in INST code.
3. Custodians may apply for the common CP code for a 'Family accounts' of the clients for T+0 settlement purpose. There is no change in CP code application functionality available in NMASS. Custodians shall do necessary KYC while applying for family CP code. Details of the family constituents will be maintained by Custodians. However, custodians need to ensure that the name of the client field specifically suffix with "**FAMILYAC**".
4. Participants shall ensure that CP code issued for family accounts must be used exclusively only while placing orders for T+0 settlement. Family accounts shall not be used for T+1 settlement.
5. NSE Clearing Ltd (NCL) shall not upload the Auto DO instructions on the Depositories system. Custodians shall provide manual payin instructions for executing the securities pay-in for their clients.
6. In case of non-custodial clients pay-in shall be provided only in the form of early pay-in by way of block mechanism as specified in point 6 c of NCL/CMPT/61301 dated 22-Mar-2024. Only in case of trades rejected by custodians, members shall provide manual pay-in instructions for incremental security delivery obligation.

7. Auction shall not be conducted in case of securities shortage. Security shortages shall be directly closed out at 10% above the highest price of the day across all exchanges for T+0 market
8. Considering the obligations on deemed and final custodial trade confirmation basis, reports shall be provided as per Annexure A.

Timelines for T+0 settlement considering CP code participation shall be provided in separate circular.

**For and on behalf of
NSE Clearing Limited**

Rana Usman
Chief Operations Officer – C&S

Telephone No	Email id
18002660050 (IVR 2) (Option 2)	cm_clearing_ops@nsccl.co.in