

Inter Depository Transfer (IDT) for Government Securities (G-Sec) including Treasury Bills and Sovereign Gold Bonds (SGB)

Salient features in respect of IDT for G-sec are mentioned below:

- 1) IDT will be processed for G-Sec ISINs between NSDL and CDSL through existing IDT mechanism.
- 2) The IDT for G-Sec is permitted in respect of following conditions :
 - a) Participants who have submitted declaration to NSDL that the necessary board approved risk management processes are put in place and audit oversight is applied before executing transactions in G-Sec, will be allowed to execute IDT for G-Sec and such Participants are enabled in NSDL system for carrying out transfers of IDT for G-Sec in respect of transferor Client / Clearing Member.
 - b) The transfer of G-Sec through IDT module is allowed only for those transferor clients who have submitted one time self-declaration (OTD) that the transactions involved in IDT are bonafide transfer instructions and the OTD flag has been enabled in DPM system by their Participant.
 - c) IDT for G-Sec is allowed only for **market** transfers in respect of Client to Clearing Member pool account and vice-versa. Accordingly, transfer of G-Sec through IDT will be processed only under the reason i.e. **Market IDT Identifier (Reason code -10)**. The IDT of G-Sec other than reason code 10 i.e. "Market IDT Identifier" will not be processed in DPM system.
 - d) As informed by Clearing Corporations, existing Settlement details i.e. Market Type & Settlement Number used for Corporate Bond settlement will be used for processing IDT of G-Sec (except SGB). In case of SGB, IDT is permitted for any market type and settlement details.

The IDT of G-Sec is enabled in depository system for following Security Types.

Sec Type	Sec Type Description
14	Government Securities
22	Treasury Bills
26	Sovereign Gold Bonds

Since the lot size for G-Sec other than SGB is 100 units or multiple thereof, the IDT of G-Sec for Sec Types viz., 14 & 22 is permitted for the **minimum quantity of 100 units or multiple thereof**. In case of SGB (Sec Type 26) the IDT is permitted for minimum quantity of one unit.

- 3) On execution of IDT (debit instruction) of G-Sec in the NSDL depository system, quantity will be blocked *(if the sufficient quantity is available in the demat account of the Client as mentioned in*

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DIS) in the demat account of the Client and request for the same will be sent to other depository for confirmation.

- 4) On confirmation from other Depository, NSDL will initiate Value Free Transfer (VFT) instruction of G-Sec in E-Kuber system of RBI in respect of debit instructions from NSDL CSGL account. Similarly, other depository will initiate VFT instruction of G-Sec in respect of credit instruction to other depository CSGL account.
- 5) Upon successful execution of VFT on E-Kuber system of RBI by both the depositories, the IDT will be executed in respect of demat accounts of Depository Systems.
- 6) E-Kuber system of RBI will be updated with respective debit/credit of G-sec in respect of VFT of IDT transactions **three times** in a day on weekdays i.e. Monday to Friday excluding business holidays and once on RBI working Saturdays i.e. 1st, 3rd and 5th Saturdays. Accordingly, IDT of G-Sec is available in batch mode and three batches will be exchanged between both the depositories in 3 phases on weekdays and single batch will be exchanged in one phase i.e. on 1st, 3rd and 5th Saturday (working Saturdays) of the month. The details of timeline for phases are given below:

Transaction Days	Phase	Deadline time for Participants to verify & release G-Sec IDT delivery/receipt instructions	NSDL deadline time for receiving IDT delivery/receipt instructions from Participants
On weekdays (i.e. Monday to Friday)	I Phase	12:00 PM	12:15 PM
	II Phase	3:00 PM	3:15 PM
	III Phase/Final Phase	5:00 PM	5:15 PM
On 1 st , 3 rd and 5 th Saturdays	Final Phase	1:30 PM	1:45 PM

(Participants are requested to **note** that IDT in respect of G-Sec will not be executed on second and fourth Saturdays and any other bank holiday which is declared by RBI due to non-availability of E-Kuber system).

- 7) No IDT of G-Sec will be allowed after the aforesaid final phase NSDL deadline time for the same day execution date. The capturing of future dated IDT of G-Sec will be allowed till EOD of the business date.
- 8) The processing and status transmission in respect of G-Sec of IDT are mentioned below:
 - a) Instructions with invalid transferor and transferee details would be rejected online/instantaneously with status '*Rejected*' and '*Rejected by other Depository*' respectively.
 - b) Once the instructions are Verified and Released, the status will change to '**Acknowledgement awaited from other Depository**' till the NSDL deadline time of respective phase.

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- c) This status in respect of valid IDTs will change to '**Settled**' post NSDL Deadline time of respective phases listed in the table above.
 - d) Overdue instruction (if any) will be considered during particular phase when overdue instructions are triggered due to availability of respective balance. The status of IDT will be changed to '**Settled**' post NSDL deadline time of respective phase. The Overdue IDT instructions will be rejected, if the requisite quantity is not available at the end of final NSDL deadline time on same execution day.
 - e) Instructions wherein the Standing Instructions (SI) indicator of Transferee's (Target demat account) is disabled, the status will be updated as '**Other Depository Response awaited**'. Such instruction (if any) will be considered in that particular phase when the corresponding receipt instruction is received from Transferee client. The status of IDT will be changed to '**Settled**' or '**Rejected by other Depository**' (based on the matched / unmatched receipt instruction) post NSDL deadline time of respective phases.
 - f) Participants are advised to monitor the status of the instructions executed in DPM system in respect of IDT for G-Sec and in case of any difficulty encountered by Participant, the same should be reported to NSDL Help Desk team.
- 9) The details in respect of Change Order Day (COD) file for G-Sec of IDT is same as per the existing IDT instructions.
- 10) NSDL have enhanced Inter Depository Transfer (IDT) module of eDPM system for screen based as well as file upload mechanism to execute IDT of G-sec instructions.
- a. Participants can submit IDT of G-Sec instructions through the same screen under Inter Depository Transfer module in eDPM system.
 - b. Participants can use existing file upload facility for processing the IDT of G-Sec through 'eDPM Upload' option available under 'Upload/Download' menu available in eDPM system.
- 11) As there will be 3 phases for processing the IDT of G-Sec (on weekdays), Participants are advised to execute the IDT of G-Sec in DPM system well in advance so that the same shall be considered for the intended phase and settlement of the day.

The features in respect of submission of One Time Declaration by client and processing of IDT of G-Sec through NSDL SPEED-e facility also will be made available shortly and the detailed guidelines for the same will be intimated separately.