

Circular No.: NSDL/POLICY/2024/0039

March 22, 2024

Subject: Operational guidelines in respect of Beta version of T+0 rolling settlement cycle on optional basis in Equity Cash Markets.

All Participants are hereby informed that Securities and Exchange Board of India (SEBI) vide its circular no. SEBI/HO/MRD/MRD-PoD-3/P/CIR/2024/20 dated March 21, 2024 (Ref: NSDL Circular No.: NSDL/POLICY/2024/0038 dated March 22, 2024), has issued guidelines in respect of a framework for introduction of the Beta version of T+0 settlement cycle on optional basis in addition to the existing T+1 settlement cycle in equity cash market w.e.f. **March 28, 2024**.

In this regard, the operational guidelines are enclosed as **Annexure** for necessary implementation of the aforesaid circular.

The necessary system changes in respect of the aforesaid guidelines will be implemented in NSDL depository system at **EOD of March 27, 2024**.

Participants are requested to inform their clients, trading members and clearing members about the same and ensure compliance.

**For and on behalf of
National Securities Depository Limited**

**Arockiaraj
Manager**

Enclosure: One

FORTHCOMING COMPLIANCE			
Particulars	Deadline	Manner of sending	Reference
Investor Grievance Report (Monthly)	By 10 th of the following month	Through e-PASS	1. Para 20 of NSDL Master Circular for Participants on 'Grievance Redressal' chapter. 2. Circular No.: NSDL/POLICY/2023/0161 dated November 13, 2023

Annexure**National Securities Depository Limited**

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Operational guidelines in respect of Beta version of T+0 rolling settlement cycle on optional basis in Equity Cash Markets.

The detailed operational guidelines are mentioned as follows:

A. New Market Types for T+0 Settlement:

As Participants are aware, NSDL has vide its circular NSDL/POLICY/2024/0029 dated March 11, 2024 informed participants about the new market type codes for T+0 Settlement. The deadline time for pay-in of securities for T+0 Settlement of NSE and BSE are as under:

CC ID	Market Type	Market Type Description	NSDL Deadline time (cut-off time for executing EPI Instructions)
IN001002	55	T+0 Normal	1:45PM
IN001150	45	T+0 Normal	1:45PM

Participants can capture and verify/release instructions till the aforementioned NSDL Deadline time. However, it is advisable that all instructions related to Pay-in are executed in the eDPM system well before the aforesaid NSDL Deadline time.

B. T+0 Settlement Process:

- 1) SEBI has vide its circular SEBI/HO/MRD/MRD-PoD-3/P/CIR/2024/20 dated March 21, 2024, introduced T+0 settlement cycle on optional basis in addition to the existing T+1 settlement cycle in equity cash segment with limited set of securities (ISINs). The list of such approved securities will be published by the stock exchanges.
- 2) All clients are eligible to participate in the segment for T+0 settlement cycle, if they are able to meet the timelines, process and risk requirements as prescribed by the CCs/exchanges. Clients have to opt to execute trades under T+0 settlement cycle.
- 3) Participants must accept only intra-depository or inter-depository early pay-in (EPI) transfer instructions from the Clients for T+0 market type.
- 4) As per the existing process for submitting early pay-in (EPI) instructions, participants must ensure that additional details, as applicable, are submitted while executing delivery instructions in NSDL depository system.



- 5) Participants are advised to ensure that no other type of Pay-in instructions viz., account transfer instruction with 'Block with no Early Pay-in' indicator flag, Delivery out (DO / IDO) instructions from CM Pool account is submitted for T+0 settlement.
- 6) Participants are advised to bring to the notice of their clients that all EPI instructions must be submitted to the Participants before the NSDL deadline time of 1:45PM.
- 7) Participants can execute Early Pay-in instructions (Intra or Inter depository transfer) on or before the trade date till NSDL deadline time of the specific settlement number defined in CC Settlement Calendar.
- 8) In case the demat account does not have sufficient balance, the status of EPI instruction will automatically change to 'overdue'.
 - a. Such EPI instruction in 'Overdue' status shall automatically be cancelled by the system at NSDL deadline time (i.e., 1:45PM).
 - b. Participants or Clearing members or Clients may submit new EPI instruction before the NSDL deadline time to the extent of balances available in the demat account of client.
- 9) All the EPI instructions with the status as 'Ready for Settlement' are shared with respective CCs at a pre-defined interval, as per existing defined mechanism between CC and NSDL.
- 10) For T+0 settlement, the Full / Partial EPI cancellation facility is provided to CCs for executing reversal of EPI instructions for which matching obligation is not available at CCs.
- 11) As per the T+0 settlement schedule informed by CCs, the cut-off time for pay-in is scheduled at 3:30PM. The pay-in process at NSDL Depository system will be executed prior to the pay-in cut-off time wherein blocked securities are debited from client's demat account and credited to CC settlement account routed through TM/CM Pool account as per the existing process.
- 12) The pay-out of securities for T+0 Settlement shall be executed by CC as per extant process of pay-out of securities.

C. Other Points:

- 1) As T+0 prices are not considered in index calculation or settlement price, there shall be no separate close price for T+0 segment. Hence, there is no change in existing 'Price file' provided to the Participants via i-Assist.

