MCXCCL

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Peak Client Margin Reporting Advisory
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In terms of provisions of the Rules, Bye-Laws and Regulations of Multi Commodity Exchange Clearing Corporation Limited (MCXCCL) and in continuation to its circular no. MCXCCL/C&S/261/2020 dated October 26, 2020;

MCXCCL has implemented peak client margin reporting requirement with effect from November 02, 2020. Members are hereby informed that from December 01, 2020,

1. Any shortfall reported against the peak margin requirement shall be considered for computation of penalty as under:

    i.   End of day (EOD) margin obligation of the client shall be compared with the respective client margin available with the TM/CM at EOD.
         AND
    ii. Peak margin obligation of the client, across the snapshots, shall be compared with respective client peak margin available with the TM/CM during the day.

    Higher of the shortfall in collection of the margin obligations at (i) and (ii) above, shall be considered for levying of penalty as per the extant framework.

2. The penalty provision on the peak margin reporting requirement shall be implemented in a phased manner as under:

Timelines of the phases	% of peak margin to be considered for reporting	Peak margin shortfall considered for levy of penalty
December 2020 – February 2021	25%	Yes
March 2021 – May 2021	50%	Yes
June 2021 – August 2021	75%	Yes
September 2021 onwards	100%	Yes

3. MCXCCL shall generate minimum four snapshots of client wise margin requirement for the clearing members and trading members to determine the intra-day upfront margin requirement. The snapshots shall be taken randomly during the pre-defined time slots.

4. Other provision of the above-mentioned circular shall continue to prevail.

The provisions of this circular shall come into effect from **December 01, 2020** onwards.

Members and their clients/ constituents are requested to take note of the same.

Manikandan P.
Manager

Kindly contact Customer Support Team on 022 – 6649 4040 or send an email at customersupport@mcxindia.com for any clarification.