



Central Depository Services (India) Limited

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COMMUNIQUÉ TO DEPOSITORY PARTICIPANTS

CDSL/OPS/DP/SETTL/2021/185

April 22, 2021

ACCEPTANCE OF DELIVERY INSTRUCTIONS THROUGH ONLINE PORTAL OF DEPOSITORY PARTICIPANTS / STOCK BROKERS

DPs are advised to refer CDSL communique nos. CDSL/OPS/DP/SETTL/2021/54 dated February 8, 2021 and CDSL/OPS/DP/SETTL/2021/156 dated April 6, 2021 regarding a facility of accepting Delivery Instructions through Online Portal of **D**epository **P**articipant (**DP**) / **S**tock **B**rokers (**SB**). DPs were informed that operational modality for processing of On-Market Inter Depository EDIS Transactions would be communicated to DPs separately. CDSL is pleased to inform its DPs that operational modality for On-Market Pre-Trade **Inter Depository EDIS Transactions** has been finalized and mentioned below for the understanding of the DPs.

1. CDSL through its communique dated April 6, 2021 has already informed its DPs to take note of operational modalities w.r.t. processing of Pre-Trade **E-DIS T**ransactions (**EDT**) based on **P**re-**T**rade **M**andate / Authorization (**PTM**) provided by the client through DP / Broker Portal. It was also mentioned in the said communique that that Pre-Trade EDTs uploaded by e-DIS registered DPs on behalf of e-DIS registered clients can be in the form of **E**arly **P**ay-in (**EPEDT**) or **O**n **M**arket (**ONEDT**) or **BO** **O**bligation Confirmation (**BOEDT**) or On Market **I**nter **D**epository (**IDEDT**).
2. **Processing of Pre-Trade On Market Inter Depository EDIS Transactions (IDEDT):**
 - a) In this type of transaction, instruction is given to debit client account and credit CM's Pool Account maintained with the other Depository i.e. NSDL.
 - b) Providing UCC details i.e. UCC, CMID, TMID, EXID and Segment ID would be mandatory while uploading IDEDT. Please note providing UCC details for non-IDEDT transactions would NOT be required.
 - c) DPs will also be required to provide value of '**E**arly **P**ay-in **I**dentifier (**EPI**)' Flag in IDEDT upload. Possible values of EPI would be 'Y' or 'N'. Please note providing EPI details for non-IDEDT transactions would NOT be required.



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- d) On upload, IDEDT will be considered for processing if UCC, CMID, TMID, EXID and Segment Code provided in the upload are matched with the said details of UCC linked in the demat account of the client AND availability of unutilized active quantity in the corresponding PTM.

3. Processing of IDEDT uploaded with EPI Flag as 'N' (Non-EPI IDT):

- a) If IDEDT is eligible for processing, till **OBL**igation details are uploaded by **C**learing **C**orporations (**CC**) hereinafter referred as CCOBL, quantity to the extent provided in the IDEDT will be earmarked and would be sent to NSDL for its basic validations of Pool Account details. After doing the basic validations, NSDL will either accept or reject IDEDT. In case of ready to accept IDEDT, NSDL will send CCID and CMID of the NSDL Pool Account to CDSL.
- b) On T day evening after CC uploads CCOBL in CDSL system, CDSL will perform a matching of IDEDT with CCOBL and if IDEDT quantity is less than or equal to the balance obligation quantity (after considering the consolidated earmarked EPEDT quantity, matched and debited ONEDT quantity and matched BOEDT quantity), IDEDT quantity will be debited from client account and sent to NSDL to credit CM's NSDL Pool Account to fulfill the settlement obligation.
- c) In a scenario where IDEDT quantity is more than the balance obligation quantity, such IDEDT will be rejected during matching with the status 'REJECTED ON MATCHING'. Earmarked balance of such IDEDT will be reverse earmarked and converted into free balance in the client account.
- d) All IDEDTs having status 'EDIS TXN PENDING FOR MATCHING' and no matching record found in CCOBL during matching will be reverse earmarked converting earmarked balance into free balance in the respective client's account. Status of such IDEDT will be changed to 'REJECTED ON MATCHING' under information to NSDL.
- e) Any IDEDT received after CCOBL upload by CC will be taken for processing subject to dual matching of IDEDT i.e. matching of IDEDT with corresponding PTM and if matched then matching of matched details with the balance obligation quantity and follow the same process mentioned above.



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4. Processing of IDEDT uploaded with EPI Flag as 'Y' (EPI IDT):

- a) If IDEDT is eligible for processing, till CCOBL are uploaded by CC, quantity to the extent provided in the IDEDT will be earmarked and would be sent to NSDL for its basic validations of Pool Account details. After doing the basic validations NSDL will either accept or reject IDEDT. In case of ready to accept IDEDT, NSDL will send CCID and CMID of the NSDL Pool Account to CDSL.
- b) Further, ready to accept IDEDT transactions with value of EPI Flag as 'Y' would immediately be reported to corresponding CCs to enable them to provide benefits arising out of early pay-in transactions.
- c) Quantity of such IDEDTs will remained earmarked in the client account and status of IDEDT will be changed from 'Sent to Other Depository' to 'EDIS TXN PENDING FOR MATCHING'.
- d) On T day evening, when CCOBL details are finalized, only those IDEDTs having IDEDT quantity is less than or equal to the obligation quantity would be considered by CCs for further processing by debiting IDEDT quantity from client account and sent to NSDL to credit CM's NSDL Pool Account to further marking as 'Irreversible Delivery Out' to fulfill the settlement obligation.
- e) In a scenario where IDEDT quantity is more than the obligation quantity, CCs will reverse the entire IDEDT quantity earmarked in the client account to convert earmarked balance into free balance. Status of such IDEDT will become 'REJECTED ON MATCHING'. DPs are requested to note and disseminate the said information to trading clients of their CM clients. For such rejections, clients in coordination with a CM / DP would be required to initiate fresh IDEDT or execute fresh IDT instruction through non e-DIS mode to avoid possible pay-in failures.
- f) Further, it may please be noted that on T day for T day settlements after CC cutoff time to accept early pay-in from depositories, CDSL system will not accept IDEDTs with Early Pay-in Identifier as 'Y'.
- g) Any IDEDT received after SOD of T+1 day will be taken for processing subject to dual matching of IDEDT i.e. matching of IDEDT with corresponding PTM and if matched then matching of matched details with balance CCOBL quantity and follow the same process mentioned above.
- h) All T day IDEDTs with T day settlement received till CC cutoff time to accept early pay-in from depositories where no reversal is received from CC will be processed



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by debiting client's account and credit corresponding NSDL Pool Account for further marking as 'Irreversible Delivery Out'.

5. Key Points:

- a) DPs are requested to take note of the revised date of release of processing of Pre-Trade e-DIS transactions. The said changes have been re-scheduled for release on May 7, 2021. Changes mentioned in this communique and mentioned in the communique dated April 6, 2021 will be made effective from **SOD of May 8, 2021.**
- b) DPs are advised to refer point (8)(g) of aforesaid CDSL communique dated April 6, 2021 and requested to take note of the following:
 - ✓ Type-B EPTXNs will be considered for execution **as per the scheduled release.** if either UCC, CMID, TMID, EXID and Segment ID details uploaded by DP / CM / BO with Entity Identifier as 'TM' are matched with UCC details linked to the demat account of the respective client.
 - ✓ Release for Type-B EPTXNs **is re-scheduled** for the transactions of the type if CMID, CP Code and Segment ID details uploaded by DP / CM / BO with Entity Identifier as 'CP' and PAN of first holder of the demat account are matched with corresponding details of CP clients provided by CCs in the CM-TM/CP link to depositories subject to availability of sufficient free balance in the demat account. Revised date of release of the said functionality will be informed to DPs separately.
- c) DPs are once again requested to refer various annexures mentioned in communique dated April 6, 2021 related to file format changes with respect to upload and CDAS reports to initiate suitable back-office changes.
- d) DPs may please note that ONEDTs and IDEDTs setup till EOD of May 7, 2021 with future execution dates as May 8, 2021 or thereafter will be cancelled during EOD of May 7, 2021. For execution of such cancelled ONEDT and IDEDT transactions, DPs will be required to re upload such ONEDTs and IDEDTs again with mandatory UCC details.
- e) DPs may also note that for market types mentioned below, matching of matched pre-trade e-DIS transactions with PTM is exempted with corresponding CCOBL. Providing UCC details for such pre-trade e-DIS transactions would be optional.
 - ✓ Market Type – 15 (MF – Redemption)
 - ✓ Market Type – 55 (Tender Offer)



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- ✓ Market Type – 56 (Buyback)
- ✓ Market Type – 57 (Takeover)
- ✓ Market Type – 58 (Delisting)

DPs are hereby directed to disseminate the aforesaid information / requirements / guidelines to their TM / CM clients to help them to understand and comply with the guidelines in accordance with the SEBI directive and ensure that the suitable back-office changes where applicable are implemented well before the deadline time of release of dual matching functionality of pre-trade e-DIS transactions.

Queries regarding this communiqué may be addressed to:

- ❑ **CDSL – Settlement Desk** on (022) 2305-8611, 2305-8508, 2305-8635, 2305-8612, 2305-8501 or 2305-8601. Emails may be sent to: operations@cdslindia.com.
- ❑ **CDSL – Helpdesk** on telephone numbers (022) 2305-8624, 2305-8639, 2305-8642, 2305-8663, 2305-8640, 2300-2041 or 2300-2033. Emails may be sent to: helpdesk@cdslindia.com.

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Prashant Kokate
Asst. Vice President – Operations