

DEFAULT WATERFALL

August 31, 2024 (INR in Crores)		
Sr. No.	Description	Repo Segment
1.	Monies of defaulting member/ Participants (including defaulting member's primary contribution to Core SGF(s))	As applicable
2.	Insurance (if any)	Nil
3.	Issuers contribution to Core SGF	242.81
4.	Clearing corporation resources (equal to 5% of the segment MRC)	4.72
5.	Core SGF of the segment in the following order: i. Penalties ii. Previous financial years profit of Clearing Corporation transferred to Core SGF iii. Remaining Core SGF: Clearing Corporation contribution, and non-defaulting members'/participant's primary contribution to Core SGF on pro-rata basis iv. Remaining profit of Clearing Corporation transferred to Core SGF	7.58
6.	Remaining Clearing Corporation resources (excluding higher of INR100 Crore or the capital requirement towards orderly winding down of critical operations and services) *	42.03
7.	Remaining Clearing Corporation resources to that extent as approved by SEBI	As applicable
8.	Capped additional contribution by non-defaulting members/ Participants**	Not Applicable
9.	Any remaining loss to be covered by way of pro-rata haircut to pay outs***	As applicable

*INR 100 Crore to be excluded only when the remaining Clearing Corporation resources are more than INR 100 Crore.

** Capped additional contribution by non-defaulting members/participants

- (i) Clearing Corporation shall call for the capped additional contribution only once during a period of 30 calendar days regardless of the number of defaults during the period. The period of 30 calendar days shall commence from the date of notice of default by Clearing Corporation to market participants.
- (ii) Clearing Corporation shall have relevant regulations/ provisions for non-defaulting members/Participants to resign un-conditionally within the abovementioned period of 30 calendar days, subject to member/Participants closing out/settling any outstanding positions, paying the capped additional contribution and any outstanding dues to SEBI. No further contribution shall be called from such resigned members/Participants.
- (iii) The maximum capped additional contribution by non-defaulting members/Participants shall be lower of 2 times of their primary contribution to Core SGF or 10% of the Core SGF on the date of default.
- (iv) In case of short fall in recovery of assessed amounts from non-defaulting members/Participants, further loss can be allocated to layer 7 with approval of SEBI.

*** In case loss allocation is effected through haircut to payouts, any subsequent usage of funds shall be with prior SEBI approval. Further, any exit by CC post using this layer shall be as per the terms decided by SEBI in public interest.