

May 12, 2020

MCCIL/COMP/1648/2020

General Advisory to Market Participants - Covid19 Pandemic

In terms of the provisions of the Rules, Bye-Laws and Regulations of the Metropolitan Clearing Corporation of India Ltd. ("MCCIL") are hereby notified as under:

Recent market events owing to the concerns relating to Covid19 pandemic and the resultant fear of economic slowdown have left both Indian and global commodity markets face unprecedented challenges. The impact on the functioning of physical markets and other related operations across the country entails the value chain participants to take extra precautions while taking investment decisions in these unpredictable and volatile times.

There is abnormally high volatility continuing in the securities markets including the commodities derivatives market, and thereby impacting the interest of investors at large. The Clearing Corporation has taken steps in consultation with SEBI to provide relaxation in timelines for compliance by members with regulatory requirements and also to strengthen the risk management framework. The risk management systems of the Clearing Corporation are robust to take care of any eventualities which may arise due to such volatility.

Members are advised to ensure due diligence in their dealings with their constituents. Market participants are advised to exercise caution while taking investment decisions in these unpredictable times.

For clarifications, members may contact Compliance team on 022 -61129113 or send an email at geeta.bhandarkar@mcclear.in

For and on behalf of
Metropolitan Clearing Corporation of India Limited

Geeta Bhandarkar
Compliance Officer