



Bid/ask spread: INR 0.02 – 0.03 for 1M, INR 0.05-0.07 for 3M-12M
Avg. daily vol: USD 2.0bn
Fixing reference: Spot fixing determined by RBI-based volume-weighted average price during any 5 minute period between 11:30am-12:30pm Mumbai time, 2 business days before value date
Fixing page: Reuters page <RBIB>

Non-Deliverable Option (NDO)

Regulatory: ISDA documentation applies.
Avg. ticket size: USD 20-50mn
Bid/ask spread: 0.25 vols
Avg. daily vol: Up to USD1bn
Fixing page: Reuters page <RBIB>, spot fixing determined by RBI

Non-Deliverable Overnight Index Swap (OIS)

Regulatory: ISDA documentation applies.
Avg. ticket size: USD 20mn
Executable Tenors: 3m-9m, 1Y-5Y
Bid/ask spread: 2-3 bps (for 10K DV01)
Avg. daily vol: USD 150-200mn
Ref. source: Reuters page <INDIRS>, <BGCNDIRS>, Bloomberg IRSWNIX Index
Floating Leg : FBIL Overnight MIBOR, Bloomberg : IN000/N Index
Conventions : <1Y Annual Fixed (ACT/365) versus Daily Compounded floating (ACT/365), T+1, >1Y Semi-annual Fixed (Act/365) versus Daily compounded floating (Act/365), T+1, Reuters Page <RBIB>, Bloomberg INRRATE Index

Non-Deliverable CCS

Avg. ticket size: USD 20mn
Executable Tenors: Up to 10Y
Bid/ask spread: 5-15bps
Avg. daily vol: USD 100mn
Ref. source: Reuters page <EXOT>
Floating Leg : USD 6M LIBOR (US0006M Index)
Conventions : Semi-annual Fixed (Act/365) versus 6M USD Libor Floating (Act/360), T+1 fixing, Reuters Page <RBIB>, T+3 effective date

Clearing and settlement regulation

The Clearance Corporation of India Limited is the central counterparty for all transactions in government securities. Trades are settled on a delivery versus payment (DVP) basis, and the CCIL guarantees all trades using the Settlement Guarantee Fund, which is financed out of margins paid by all market participants.

Taxation

For foreign portfolio investors (FPIs), all interest income on government and corporate bonds is currently subjected to a withholding tax of 5% (plus applicable surcharge & cess). If fixed income assets are held for less than 12 months, a short-term capital gains tax of 30% is also levied (<http://www.incometaxindia.gov.in/pages/non-resident-specific-content.aspx>). *Deutsche Bank is not a qualified tax advisor. Tax information may vary. Kindly seek formal tax guidance for details.*