

Negotiable Trades in Over-the-Counter Market

Operating procedures:

- Where a participant undertakes a negotiated transaction involving government bonds, TDCC will implement book entry according to the notifications received from the two parties involved in the transaction.
- TDCC will implement book entry for both participants before the second business day after the transaction date according to the GTSM transaction record and the notification received from the seller, when a participant undertakes a negotiated equity transaction.
- TDCC will implement book entry for both participants on the day when the transaction takes place according to OTC transaction record and the notification sent from the seller; where a participant undertakes a negotiated transaction of convertible (exchangeable) corporate bonds and corporate bonds with warrants.
- When participant undertakes a negotiated transaction of debt securities, TDCC will implement book entry according to the notification send from the seller.
- Where a participant undertakes a negotiated transaction of debt securities, and where settlement is made by delivery of customer's bond deposit account passbook, TDCC will execute book entry according to the notification send from the seller. If the seller fails to notify TDCC with the customer's deposit account number, then the bond account passbook must be submitted to TDCC for verification.