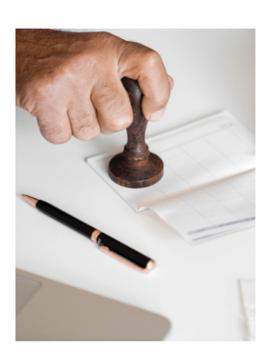


Banks or NBFCs can become Repository Participants (RP) with NERL as Pledgee or Account Maintenance. RPs are agents of the Repository, and are expected to provide services as per Repository guidelines. Meanwhile, Pledging is a process in which holder of the eNWR will get a loan from the financial institution by keeping the underlying commodity of eNWR as collateral.



KEY OBJECTIVES FOR BANKS AND NBFCS

through the electronic Negotiable Warehouse Receipt (eNWR) System:

- Improve the fiduciary trust of the depositors and the banks
- Increase liquidity in rural areas
- Lower the cost of financing

REPOSITORY PARTICIPANTS

As per WDRA guidelines, a Repository may appoint one or more entities as RPs. These shall be persons as per clause 16(4) of WDRA Guidelines on Repositories and creation and management of Electronic Warehouse Receipts (eWR).

RPs are agents for all or any of the following purposes:

- Identify the identity and address of the depositor in whose favour a warehouseman intends to issue an eWR, through documentation and / or physical verification
- Facilitate the opening, management and closing of accounts of users on the Repository
- Facilitate the issue, modification, transfer, pledge and e-auction of electronic Warehouse Receipts
- Other incidental and ancillary purposes, as may be specified by the Repository from time to time

PLEDGEE

Repository facilitates pledging of eNWRs, and the release of such pledges, via the Repository.

Pledging is a process in which holder of the eNWR will get a loan from the financial institution using the underlying commodity of eNWR as collateral.

OFFERINGS TO BANKS AND NBFCS

Pledge

- Creation
- Release
- Invocation
- Sale on Auction
 Platform

Account Maintenance

- Client Account Opening
- Transactions Execution
- Client Service
- Account Management

BENEFITS TO BANKS

- Financing within a regulatory framework that create a fiduciary trust among Banks
- Increase the reachability of the banks in order to cater to needs of traders/farmers and other participants at a larger level
- Standardization and Accountability of Warehouse Receipts issued by warehouses
- Streamlined and faster processing of loans i.e. reduced TAT
- Traceability of Warehouse Receipts
- Quick and easy access to information being maintained by an independent agency i.e. Repository
- Common mechanism to establish and record liens created by FIs
- Can support in meeting the PSL targets
- Additional Income from Repository Participant services

BENEFITS TO BANK CLIENTS

- Centralized recordkeeping
- Connectivity to market segments such as Futures, Spot and Auction
- One Stop solution for all Banking & Commodity finance related activities
- Problems associated with the present system of paper based warehouse receipt
- Streamlined and faster processing of loans i.e. reduced TAT
- · Traceability of Warehouse Receipts
- Common mechanism to establish and record liens created by FIs
- Restrict or limit the creation of duplicate warehouse receipt that will prevent multiple financing on same stock

CONTACT US

For any queries on the empanelled Repository Participants, account opening process, documentation requirements, fees, etc. please reach out to us on:

Toll Free Helpline: 1800 209 6007 Board Line no: (022) 6244 1500 Website: www.nerlindia.com

About NERL

National Commodity & Derivatives Exchange Limited (NCDEX), the largest Agri Commodity Derivatives Exchange, has incorporated an institution and a market intermediary, National E-Repository Limited (NERL) that provides a platform for issuing Negotiable Warehouse Receipts for commodities in electronic form.

NERL, the Commodity Repository in India, incorporated in February 2017 and has received permanent Certificate of Registration on September 26, 2017 from WDRA The shareholders of NERL include the National Bank for Agriculture and Rural Development (NABARD), ICICI Bank Limited and State Bank of India apart from NCDEX. Such unique parentage makes it a unique proposition for the repository to give services to the Indian agricultural market. It aims at ensuring the safety and soundness of electronic Negotiable Warehouse Receipts by developing solutions that increase efficiency, minimize risk and reduce costs. NERL plays a quiet but central role in developing services which will continue to nurture the growing needs of the Indian commodity markets.