## **Process Flow for BDR creation**

QS gives a request to IIDI for conversion of Physical Gold into Bullion Depository Receipts (BDRs) along with requisite Documentation, the bullion is stored in Vault empanelled by IFSCA.

IIDI will initiate bullion deposit request in bullion depository application Internal Ref No. will be sent to the Qualified Supplier on his registered phone no. via SMS QS will inform the internal reference No. to the Vault Manager in the prescribed manner and format

Vault manager will provide BDR details to supplier for acknowledgement

IIDI after verifying the details does the internal due diligence and Bullion Depository Receipts (BDRs) will be credited into Supplier's account Vault Manager will verify documents with physical bullion and will seed the details in as per process in bullion depository application for converting the Physical Gold into BDR and inform to IIDI for further processing.



## **Process Flow for BDR 'Pay in'**

Seller gives instruction to debit their demat account maintained with IIDI to transfer BDRs to Clearing Member / Clearing Corporation Settlement Account for Selling obligation / intention to sell

IIBX upload payin file generated from IIDI application on the Exchange Collateral System

IIBX Enables the Supplier to put Sell Order

IIBX clearing and settlement team settles the trade as per the obligations. Buyer receives the BDR credit into its demat account and QS receives the US Dollar funds

Selling Order Matches and Trade is Executed basis bid and ask rates



## **Process flow for BDR Extinguishment**

Once Trade is Executed, Buyer Submits the BDR withdrawal request to IIDI in the prescribed format of IIDI

IIDI after internal due diligence will initiate bullion withdrawal request in bullion depository application. Internal Ref No. of Bullion withdrawal request will be sent to the buyer on registered phone no. via SMS and email also.

Buyer had to file bill of entry in consultation with CHA and pay the customs duty.

IIDI will generate digitally signed Extinguishment Summary Report to Buyer client for filing Bill of Entry with custom department. Buyer will inform the same to Vault Manager in the prescribed format and process. Vault Manager verify documents with physical bullion and complete due diligence in bullion depository application for Extinguishment process and will also inform to IIDI for further processing. Balance of BDRs will be debited from client's account to the extent of withdrawal request.

Customer coordinates with the Vault Manager for delivery of physical bullion to their respective location

