

CIRCULAR

Circular Reference Number	ARCL/COMP/2026-27/007
Circular Date	April 15, 2026
Department	Compliance

To,
All Clearing Members

Sub: Submission of Half Yearly Internal Audit Report by Clearing Members for half year ended March 31, 2026

All Clearing Members are hereby informed that in terms of the Byelaws, Rules and Regulations of AMC Repo Clearing Limited and SEBI Circular No. MIRSD/DPSIII/Cir-26/08 dated August 22, 2008, it is mandatory for all Clearing Members to carry out complete internal audit on a half yearly basis. All Clearing Members undertaking clearing activities, for at-least one trade during the period from October 01, 2025, till March 31, 2026, for their own and client trades are required to carry out internal audit and submit the report to AMC Repo Clearing Limited (ARCL).

Further, SEBI vide Circular No. SEBI/HO/MIRSD/MIRSD2/CIR/P/2016/95 dated September 26, 2016, prescribed additional requirements for internal audit, viz. appointment, rotation of internal auditors, formulation of objective sample criteria, monitoring of quality of internal audit reports, timelines for submissions of internal audit reports, etc.

Please find enclosed the following Annexures applicable for the Internal Audit Report for half year ended March 31, 2026:

- Internal Audit Certificate - Annexure I
- Format of Internal Audit Report - Annexure II (Excel File)
- Guidelines on sample selection - Annexure III
- List of indicative SEBI/ARCL circulars-Annexure IV
- Indicative eligibility criteria for appointment of Internal Auditors by Members – Annexure V

Clearing Members are advised to take note of the above and bring the provisions of this Circular to the notice of their respective internal auditors and ensure compliance of the above requirements. The Internal Audit certificate may be digitally signed by the auditor.

Please note that the due date to submit the Internal Audit Report is within two months from the end of half year i.e., for the half year ended March 31, 2026, the due date is **May 31, 2026**.

Clearing Members are required to submit their Half Yearly Internal Audit Report on the ARCL Web Portal at <https://prod.arclconnect.com/arcl/rest/login>. Users may log in to the ARCL Web Portal and navigate to the Compliance module where they can upload the report and relevant details under the tab of 'Half Yearly Internal Audit Report'. Detailed step-by-step instructions are available in the User Manual under the "Compliance Submission" section on the user's login page.

It may be noted that no additional time shall be provided for submission of the Internal Audit Report beyond the due date mentioned above. In case of non-submission by Due Date, ARCL may levy penalty as per its circular issued on Uniform Penalty Structure dated March 05, 2025, or as issued from time to time, applicable to both Clearing Members and Participants.

Clearing Members are requested to take note of the above and comply.

For and on behalf of AMC Repo Clearing Limited,

Authorized Signatory

Ajit Phanse

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