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**Abstract**

The purpose of this project is to build a system that will allow clients to initiate their pledging process using SPA. Currently Clients are handling their own collateral funding and pledging process using various tools and platform. They use the one of the system to view securities that are available for pledging and releasing and use another tool to complete their pledging process by filling their shells (method used to classify the quality of securities).

The Client is now looking to be a fully disclosed client of Clearing house and will need to be able to perform their pledging process using the Clearing house systems. Client will be using the Front end screens to only see securities for pledging and releasing. Entitlements will be created and be available to client. No clients will be having direct control over pledge and release process. There will be an intermediate for every client namely broker dealer, who takes care of all the process.

The clearing house system mainly focuses on complete settlement policies between the two parties in a transaction. Some transaction may get cleared in two days, some may take more than two days which depends on their pledging policies, usually it is termed as t+2, t+3 days transaction. It means within the specified days after the transaction has done, the complete clearance of the securities and the proof of transaction will be provided to both the parties and no pending works will be there.

The data for pledging and releasing will be maintained for 10 years with the current open items. The Pledging Screen will be available 24/7.  Action can only be taken on US business days 6 AM – 6 PM. During bank holidays, the screen will display the account holdings but no action can be taken from the screens.

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**List of Abbreviations**

|  |  |
| --- | --- |
| CPU | Central Processing Unit |
| IO | Input Output |
| IDE | Integrated Development Environment |
| RAM | Random Access Memory |
| HTML | Hypertext Markup Language |
| CSS | Cascading Style Sheet |
| API | Application Programming Interface |
| HTTP | Hypertext Transfer Protocol |
| XML | Extensible Markup Language |
| JSON | JavaScript Object Notation |
| REST | Representational state transfer |
| SOAP | Simple Object Access Protocol |
| FTP | File Transfer Protocol |
| AJAX | Asynchronous JavaScript and XML |
| FDIC | Federal Deposit Insurance Corporation |
| IBD | Intermediate Broker Dealer |
| HCL | Hardware Compatibility List |
| CUSIP | Committee on Uniform Securities Identification Procedures |