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The contents of this product note are subject to Byelaws, Rules and Regulations of NCDEX as in force from time to time and be read therewith.

CHAPTER 1 - TRADING PARAMETERS**Authority**

Trading in Refined Soy Oil futures contracts may be conducted as specified in the Byelaws, Rules and Regulations of the Exchange and as per the directions issued by the Exchange thereunder or the Securities and Exchange Board of India (SEBI) from time to time. A specimen of Refined Soy Oil futures contract specification is indicated in Exhibit 1.

Unit of Trading

The unit of trading shall be 5 MT Bids and offers may be accepted in lots of 5 MT or multiples thereof.

Months Traded In

Trading in Refined Soy Oil futures may be conducted in the months as specified by the Exchange from time to time.

Tick Size

The tick size of the price of Refined Soy Oil shall be **Rs. 0.10**.

Basis Price

The basis price of Refined Soy Oil shall be Ex-tank, Indore Exclusive of GST

Unit for Price Quotation

The unit of price quotation for Refined Soy Oil shall be in Rupees per 10 Kgs. The basis for Refined Soy Oil futures traded as Refined Soy Oil is Exclusive of GST.

Hours of Trading

The hours of trading for futures in Refined Soy Oil shall be as follows:

- Mondays through Fridays - 9.00 A.M. to 9.00 P.M.

On the expiry date, contracts expiring on that day will not be available for trading after 5 P.M.

The Exchange may vary above timing with due notice.

All timings are as per Indian Standard Timings (IST)

Last Day of Trading

Last day of trading shall be 20th day of the delivery month, if 20th of the month happens to be a holiday, a Saturday or a Sunday, then the due date shall be immediately preceding trading day of the Exchange.

Mark to Market

The outstanding positions in futures contract in Refined Soy Oil would be marked to market daily based on the Daily Settlement Price (DSP) as determined by the Clearing Corporation.

Position limits

The position limits will be applicable on Exchange wise basis

Member-wise: 4,69,000 MT or 15% of market wide open interest in the commodity, whichever is higher.
Client-wise: 46,900 MT.

Bona fide hedger clients may seek exemption as per approved Hedge Policy of the Exchange notified vide Circular No. NCDEX/CLEARING-019/2016/246 dated September 28, 2016.

For near month contracts:

The following limits would be applicable from 1st of every month in which the contract is due to expire. If 1st happens to be a non-trading day, the near month limits would start from the next trading day.

Member-wise: 1,17,250 MT or one-fourth of the member's overall position limit in that commodity, whichever is higher.

Client-wise: 11,725 MT.

Margin Requirements

NCCL will use risk based margin model which will generate initial margin requirements, which will be adequate to cover atleast 99% VaR (Value at Risk), and Margin Period of Risk (MPOR) will be **3 days**.

NCCL reserves the right to change, reduce or levy any additional margins including any markup margins.

For further details, participants can refer to circular nos. NCCL/RISK-001/2018 dated September 26, 2018 on Risk Management Framework, NCCL/RISK-006/2020 dated February 18, 2020 and NCCL/RISK-037/2020 dated September 02, 2020 on Margin Framework for Commodity Derivatives Segment.

Additional/Special Margin

In case of unidirectional price movement/ increased volatility, an additional/ special margin at such other percentage, as deemed fit by the Regulator/ Exchange/Clearing Corporation, may be imposed on the buy and the sell side or on either of the buy or sell sides in respect of all outstanding positions. Reduction/ removal of such additional/ special margins shall be at the discretion of the Regulator/ Exchange/Clearing Corporation.

Concentration Margin

The Clearing Corporation shall levy Concentration Margin, when the overall market wide Open Interest (OI) of a commodity exceeds the specified Threshold Limit of Open Interest (OI) for that commodity.

For details, participants can refer to NCCL circular nos. NCCL/RISK-008/2019 dated June 12, 2019 on Concentration Margin– Revision in Concentration Margin and Threshold Level and NCCL/RISK-036/2020 dated September 02, 2020 on Revision in Concentration Margin Threshold Level. The Threshold Limit is 85,000 MT for Peak period.

The Threshold Limits, slabs and applicable margins are subject to change and participants are requested to refer to relevant Clearing Corporation circulars issued from time to time.

Delivery Margin

In case of positions materializing into physical delivery, delivery margins will be charged for each commodity to mitigate the risks arising thereof. The Delivery Margin shall be higher of 3% + 5 day 99% VaR of spot price volatility or 20% on the long and short positions marked for delivery till the pay-in is completed by the member.

For further details, participants can refer to circular no. NCCL/RISK-001/2018 dated September 26, 2018 on Risk Management Framework.

Delivery Default Penalty

The penalty structure for failure to meet delivery obligations by the sellers is as follows:

Total amount of penalty = 3.0 % of Settlement price + replacement cost (difference between settlement price and average of three highest of the last spot prices of 5 succeeding days after the **commodity pay-out date**, if the average price so determined is higher than settlement price, else this component will be zero.)

The contents of this product note are subject to Byelaws, Rules and Regulations of NCDEX as in force from time to time and be read therewith.

The norms for apportionment of the 3.0 % penalty collected as mentioned above shall be as follows:

- a) 1.75 % of Settlement Price shall be deposited in the Settlement Guarantee Fund
- b) 0.25 % of Settlement Price shall be retained by the Clearing Corporation towards administrative expenses.
- c) 1 % of Settlement Price + replacement cost shall go to the Buyer who was entitled to receive delivery.

Buyer's defaults are not permitted. The amount due from the defaulting buyers shall be recovered from the defaulting buyer as Pay in shortage together with prescribed charges. Clearing Corporation shall have right to sell the goods on account of such defaulting Buyer to recover the dues and if the sale proceeds are insufficient, the defaulting Buyer would be liable to pay the balance.

For further details, participants can refer to circular no. NCCL/CLEARING-020/2020 dated April 07, 2020.

Arbitration

Disputes between the members of the Exchange inter-se and between members and constituents, arising out of or pertaining to trades done on NCDEX shall be settled through arbitration. The arbitration proceedings and appointment of arbitrators shall be as governed by the Bye-laws and Regulations of the Exchange.

Compliance of Laws

It is clarified that it is the sole obligation and responsibility of the Members and market participants to ensure that apart from the approved quality standards stipulated by the Exchange, the commodity deposited / traded / delivered through the approved tanks of the Clearing Corporation either on their own or on their behalf by any third is in due compliance with the applicable regulations laid down by authorities like Food Safety and Standards Authority of India (FSSAI), AGMARK, BIS, Warehousing Development and Regulatory Authority (WDRA), Orders under Packaging and Labelling etc., and other State/Central laws and authorities issuing such regulations in this behalf from time to time, including but not limited to compliance of provisions and rates relating to, GST, APMC Tax, Mandi Tax, LBT, Octroi, Excise duty, Stamp Duty, etc. as applicable from time to time on the underlying commodity of any contract offered for deposit / trading / delivery and the Exchange/Clearing Corporation shall not be responsible or liable on account of any non-compliance thereof.

CHAPTER 2 - DELIVERY PROCEDURES

Unit of Delivery

The unit of delivery for Refined Soy Oil shall be 5 MT.

Delivery Size

Delivery is to be offered and accepted in lots of 5 MT net or multiples thereof. A quantity variation of +/- 2% is permitted as per contract specification.

Delivery Requests

The procedure for Refined Soy Oil delivery is based on the contract specifications as per Exhibit 1. Sellers & Buyers having open positions are required to give their delivery intention/notice to deliver to the extent of their open position at least 5 days before the expiry of the contract. Accordingly, the window for acceptance of delivery intention requests will be open for 3 working days. The delivery intention window will close 5 days prior to the expiry date (including the expiry date) of the contract.

Members giving delivery requests for the commodities are not permitted to square off their open positions once such request is made. A penalty of 3% of final settlement price on the position squared off, if any, will be levied besides any further action as deemed fit by the Clearing Corporation.

NCCL would thereafter complete the matching process based on the location and by random, keeping in view the storage capacity of warehouse and Refined Soy Oil already deposited/ available in electronic credit form for delivery or any other factor(s) that the Clearing Corporation deems appropriate for completion of the matching process.

The Penalty structure for failure to meet delivery obligations will be as per circular no. NCCL/CLEARING-020/2020 dated April 07, 2020.

Delivery Allocation

The Clearing Corporation would then compile the delivery intention requests received from members on the last trading day and shall allocate delivery to buyers having open long position as per random allocation methodology to ensure that all buyers have an equal opportunity of being selected to receive delivery irrespective of the size or value of the position.

The Buyers/ Sellers who have to receive/ give delivery would be notified on the same day after the close of trading hours. Delivery of Refined Soy Oil is to be accepted by Buyers at the approved tank where the Seller effects delivery in accordance with the contract specifications.

Actual Delivery

Where Refined Soy Oil is sold for delivery in a specified month, the seller must have requisite electronic credit of such Refined Soy Oil holding in his Clearing Member's Pool Account before the scheduled date of pay in. On settlement the buyer's Clearing Member's Pool Account would be credited with the said delivery quantity on pay out. The Clearing Member is expected to transfer the same to the buyer's Repository account. However, the buyer must take actual physical delivery of Refined Soy Oil before expiry of the validity date as indicated in the quality test report/ Assayer's Certificate of the Assayer.

Approved Tank

Refined Soy will be received and delivered only from the NCCL approved Tank.

Description of Commodity

Refined Soy Oil means vegetable oil which is obtained by expression or solvent extraction of Soybean seeds, deacidified with alkali and/or physical refining and/or by miscella refining using permitted foodgrade solvents followed by bleaching with absorbent earth and/or carbon and deodourised with steam. No other chemical agent shall be used.

It shall be clear, free from rancidity, adulterants, sediments, suspended and any other foreign matter, separated water, added colouring and flavouring substances and mineral oil but may contain food additives permitted under the FSS (Food Product Standards and Food Additives) Regulations 2011 and the Appendices there under.

Quality Standards

The contract quality for delivery of Refined Soy Oil futures contracts made under NCDEX Regulations shall be Refined Soy Oil conforming to the quality specification indicated in the contract. No lower grade/ quality shall be accepted in satisfaction of futures contracts for delivery except as and to the extent provided in the contract specifications. Delivery of higher grade would be accepted without any premium.

Packaging

Refined Soy Oil would be stored in NCCL approved Tank. The compliance of orders pertaining to storage in respect of Refined Soy Oil as may be issued by the relevant authority of the government (State of Central) shall be the sole responsibility of the seller/participant.

Standard Allowances

Sample weight per validation of quality allowed will be 0.1% on account of sample testing.

Weight

The quantity of Refined Soy Oil received and/ or delivered at the NCCL Approved storage tank would be determined/ calculated by the weighbridge at the premises/or nearest of the Approved storage tank and the quantity so determined would be binding on all parties.

Good/ Bad delivery Norms

Refined Soy Oil delivery into NCCL approved tank would constitute good delivery or bad delivery based on the good / bad delivery norms as per Exhibit 2. The list contained in Exhibit 2 is only illustrative and not exhaustive. NCCL would from time to time review and update the good / bad delivery norms retaining the trade / industry practices.

Refined Soy Oil Sampling

Sample of 1500 ml would be taken from the prefilled tanks and should be from the location which can provide representative sample of the NCCL approved tank, it can be either of the two; sample directly taken from the tank or sample taken from the valve connected to the tank. This is then divided into 4 parts

These samples will be distributed as under:

- One sample to seller
- One sample to buyer
- One sample for Analysis by assayer
- One sample for record with assayer

After getting the necessary certificate from the Assayer related to the quality, the oil shall be deliverable to the buyer”

Empanelled Assayer

NCCL has empanelled the Assayer for quality testing and certification of Refined Soy Oil intended for delivery on the Exchange Platform. The quality testing and certification of Refined Soy Oil will be undertaken only by the empanelled Assayer. The assayers list are as provided in Exhibit 4.

Quality Testing Report

The test report issued by the Refined Soy Oil testing laboratory on the samples drawn shall be acceptable and binding on all parties. A specimen format of the quality testing report is indicated in Exhibit 3.

Testing Procedure

Testing for Refined Soy Oil will be done both physically and chemically

Assayer Certificate

Testing and quality certificate/ test report issued by Assayer on samples drawn from Refined Soy Oil delivered at approved tank in Indore and at such other locations announced by the Exchange from time to time shall be acceptable and binding on all parties. Each delivery of Refined Soy Oil at the storage tank must be accompanied by a certificate from Assayer in the format as per Exhibit 3.

Validity Period

The validity period of the Assayer's Certificate for Refined Soy Oil is as given in the table below:

Months of Deposit / Date of entry by warehouse In system (Jan - Dec)	Expiry period from the date of Fresh Deposit (no. of months)	Validity period at the time of fresh deposit (no. of months)	How many times revalidations allowed (no. of months)	Validity Period of first revalidation (no. of months)	Validity period of second revalidation (no. of months)
January	3	3	0	0	0
February	3	3	0	0	0
March	3	3	0	0	0
April	3	3	0	0	0
May	3	3	0	0	0
June	3	3	0	0	0
July	3	3	0	0	0
August	3	3	0	0	0
September	3	3	0	0	0
October	3	3	0	0	0
November	3	3	0	0	0
December	3	3	0	0	0

*20th of previous month to 19th of the current month as mentioned in the table above.

The stocks of Refined Soy Oil deposited in the Clearing Corporation Approved Tank shall necessarily be removed after the Exchange Deliverable Date (EDD) as indicated above and continuation of the storage beyond EDD shall be entirely a private arrangement between the Tank Service provider and the depositor/beneficiary holder. The Clearing Corporation shall not be responsible in any manner whatsoever for those stocks which have not been received by any buyer through an immediate preceding settlement on the Exchange platform and for those stocks which have crossed the EDD

Electronic transfer

Any buyer or seller receiving and or effecting Refined Soy Oil would have to open a Repository account with an empanelled Repository Participant (RP) to hold the Refined Soy Oil in electronic form. On settlement, the buyer's account with the RP would be credited with the quantity of Refined Soy Oil received and the corresponding seller's account would be debited. The Buyer wanting to take physical delivery of the Refined Soy Oil holding has to make a request in prescribed form to his RP with whom Repository account has been opened. The RP would route the request to the storage tank for issue of the physical commodity i.e. Refined Soy Oil to the buyer and debit his account, thus reducing the electronic balance to the extent of Refined Soy Oil so withdrawn

Charges

All charges and costs payable towards delivery of Refined Soy Oil including sampling, grading, weighing, handling charges, etc. shall be paid by the seller.

The Assayer charges for testing and quality certification should be paid to the Assayer directly at the delivery location either by cash / cheque / demand draft.

Duties & levies

All duties, levies, taxes etc. up to the point of sale will have to be fully borne by the Seller and shall be paid to the concerned authority. All related documentation should be completed before delivery of Refined Soy Oil from approved tank.

Stamp Duty

Stamp duty is payable on all contract notes issued as may be applicable in the State from where the contract note is issued or as per the Stamp Act of the State in which such Contract Note is received by the Client, if such client is located in another state

Taxes**Goods and Services tax**

On services rendered by Members:

GST shall be payable by the members on the gross amount charged by them, from their clients on account of dealing in commodities.

On Deliveries effected on the NCCL Platform:

GST on the deliveries effected on the NCCL Platform as the case may be would be applicable on the delivered commodities and a buyer on the NCCL platform shall make payment to his corresponding seller the value of GST payable by buyer on the commodities received by the seller in the settlement. The buyer and the seller shall be responsible for fulfillment of the obligations under the GST Act on all contracts. The seller shall issue appropriate invoices to his corresponding buyer as may be required under the GST Act. The seller is required to remit the GST amount so collected/received from the buyer wherever applicable to the GST authorities within such time frame as may be prescribed under the GST Rules. Members and / or their constituents requiring to receive or deliver Refined Soy Oil should register themselves with the relevant GST authorities of the place where the delivery is proposed to be received / given. In the event of any GST exemptions, such exemption certificate as may be required under the GST law would have to be issued/provided to his seller before the settlement of the obligation.

All Members and / or their constituents are required to adhere to the requirements under the GST Act and the Rules made thereunder including the notifications issued by the Central or State Government and must have valid GST registration in place for transacting in physical deliveries and also comply with the requirements under the GST Act.

The taxes payable on the commodity contracts shall be governed by the relevant Govt. legislations and notifications issued by the State or the Central Govt. from time to time and the buyer and seller is responsible to comply with the tax laws as applicable to the commodity.

Premium / Discount

At present no premium/discount is applicable on account of quality specification variations for Refined Soy Oil.

Location Premium/ Discount will be notified by the Exchange from time to time.

CHAPTER 3 - CLEARING AND SETTLEMENT

Daily Settlement

All open positions of a futures contract would be settled daily based on the Daily Settlement Price (DSP).

Daily Settlement Prices

The Daily Settlement Price (DSP) will be as disseminated by the Clearing Corporation at the end of every trading day. The DSP will be reckoned for marking to market all open positions.

Final Settlement Prices

The Final Settlement Price (FSP) will be determined by the Clearing Corporation upon maturity of the contract.

On expiry of the contract, the following types of open positions would be cash settled:

- a) Delivery information not provided.
- b) Unmatched delivery information

The open positions for which information have been provided for and have been matched by the Clearing Corporation, would result in physical delivery.

FSP shall be arrived at by taking the simple average of the last polled spot prices of the last three trading days viz., E0 (expiry day), E-1 and E-2. In the event the spot price for any one or both of E-1 and E-2 is not available; the simple average of the last polled spot price of E0, E-1, E-2 and E-3, whichever available, shall be taken as FSP. Thus, the FSP under various scenarios of non-availability of polled spot prices shall be as under:

Scenario	Polled spot price availability on				FSP shall be simple average of last polled spot prices on:
	E0	E-1	E-2	E-3	
1	Yes	Yes	Yes	Yes/No	E0, E-1, E-2
2	Yes	Yes	No	Yes	E0, E-1, E-3
3	Yes	No	Yes	Yes	E0, E-2, E-3
4	Yes	No	No	Yes	E0, E-3
5	Yes	Yes	No	No	E0, E-1
6	Yes	No	Yes	No	E0, E-2
7	Yes	No	No	No	E0

In case of non-availability of polled spot price on expiry (E0) due to sudden closure of physical market under any emergency situations noticed at the basis center, the Framework for Determination of Final Settlement Price (FSP) as laid down by NCDEX vide its circular No. NCDEX/TRADING-012/2019 dated April 05, 2019 shall be applicable

Spot Prices

NCDEX will announce / disseminate spot prices for Refined Soy Oil relating to the designated delivery center and specified grade/ quality parameters determined through the process of polling a set of market participants representing different segments of the value chain such as traders, importers / exporters, processors etc.

The polled prices shall be input to a normalizing algorithm (like 'bootstrapping' technique) to arrive at a representative, unbiased and clean 'benchmark' spot price for Refined Soy Oil. The security of data and randomness of polling process will ensure transparency and correctness of prices. The Exchange has absolute right to modify the process of determination of spot prices at any time without notice.

Dissemination of Spot Prices

Spot prices for Refined Soy Oil will be disseminated on daily basis.

Pay in and Pay out for Daily Settlement / Final Settlement

The table below illustrates timings for pay in and pay out in case of daily settlement as well as cash settled positions for final settlement. The buyer clients would have to deposit requisite funds with their respective Clearing Member before “pay in”.

All fund debits and credits for the Member would be done in the Member's Clearing and Settlement Account with the Clearing bank.

Time (T+1)	Activity
On or before 08.30 hrs	PAYIN - Debit paying member a/c for funds
After 10.30 hrs	PAYOUT – Credit receiving member a/c for funds

Pay in and Pay out for final physical settlement

The table below illustrates timings for pay in and pay out in case of positions marked for physical settlement. The buyers / sellers would have to deposit requisite funds / Refined Soy Oil with their respective Clearing member before “pay in”.

Pay in and Pay out for Final Settlement in case of physical deliveries	
Time (E+2)	Activity
On or before 12.00 hrs	PAYIN - Debit Buyer Member Clearing and Settlement a/c for funds - Debit Seller Member's CM Pool Account for Refined Soy Oil
After 14.30 hrs.	PAYOUT - Credit Seller Member Clearing and Settlement a/c for funds - Credit Buyer Member's CM Pool Account for Refined Soy Oil

Additionally, the supplemental settlement for Refined Soy Oil futures contracts for premium / discount adjustments relating to quality of Refined Soy Oil delivered, actual quantity delivered and close out for shortages, will also be conducted on the same day. Clearing Members are required to maintain adequate fund balances in their respective accounts. The Schedule for such settlement is given below:

Pay in and Pay out for supplemental settlement	
Time (E+2)	Activity
On or before 15.00 hours	PAY IN - Debit Member Clearing and Settlement a/c for funds
After 15.00 hours	PAY OUT – Credit Member Clearing and Settlement a/c for funds

Early Pay-in of Commodities

Members can make an early payin of commodities to get exemption from the applicable delivery margin and the same would be considered for the purpose of adjustment against their settlement obligations. The member shall mark EPI using the NCFE web application. The user guide for the same is available for download under:-

NCFE Menu: Downloads-> Download files-> Under User Manual folder-> EPI user guide

For further details, refer circular no. NCCL/CLEARING-020/2020 dated April 07, 2020.

Supplementary Settlement for GST

The Clearing Corporation will conduct a separate supplementary settlement, as illustrated below, three days after normal pay out for completion of GST transactions on deliveries effected by the buyer and seller on the NCCL platform.

In order to facilitate issue of invoice to right parties, the buyer Clearing Members are required to give the buyer client details to the Clearing Corporation latest by 15.00 Hours on E+3 day failing which the buying member is considered as the end buyer and accordingly invoice is issued in his/their name.

The Seller Clearing Members are required to give the seller client details to the Clearing Corporation latest by 15.00 hrs on T/E + 4 day.

The amounts due to the above differences will be debited / credited to Member's Clearing and Settlement account similar to normal settlement.

Pay in and Pay out for GST	
Time (T/E+5)	Activity
On or before 10.30 hours	PAY IN: Debit Buyer Member Clearing and Settlement a/c for funds.
After 10.30 hours	PAY OUT: Credit Seller Member Clearing and Settlement a/c for funds

For details on the procedure for Supplementary Settlement for GST and the procedure for exchange of Physical Delivery information please refer circular number NCCL/CLEARING-020/2020 dated April 07, 2020 on Consolidated Circular - Clearing & Settlement Procedures.

Completion of Settlement

The settlement obligations shall be deemed to be completed as per the provisions of the Bye-laws, Rules and Regulations of the Clearing Corporation and the circulars issued by the Clearing Corporation thereunder from time to time.

Exhibit 1 - Contract Specifications of Refined Soy Oil

(Applicable for contracts expiring in the month of November 2020 and thereafter)

Type of contract	Futures Contract
Name of commodity	Refined Soy Oil
Ticker symbol	SYOREF
Trading system	NCDEX Trading System
Basis	Ex-tank, Indore exclusive of GST
Unit of trading	5 MT
Delivery unit	5 MT
Maximum Order Size	500 MT
Quotation/base value	Rs. per 10 Kg
Tick size	10 Paise
Quality specification	Refined Soy Oil with the following specifications:
	Moisture & insoluble impurities, % Max: 0.10
	Color, Lovibond Y+5R, 5 ^{1/4} " cell Max: 12 Unit
	Refractive Index at 40C: 1.4650-1.4710
	Specific Gravity at 30C 25/25: 0.917-0.921
	Saponification Value: 189-195
	Iodine Value (Wijs): 120-141
	Unsaponifiable matter, % by mass, Max: 1.5
	FFA, % Max: 0.25
	Flash point, Pensky Martin Method, C, Min: 250
	Acid Value – Not more than 0.50
	Phosphorous – Not more than 0.02
	Hexane – Not more than 5 ppm
	Test for argemone oil shall be negative.
	It shall be clear, free from rancidity, adulterants, sediments, suspended and any other foreign matter, separated water, added colouring and flavouring substances and mineral oil
Quantity variation	+/- 2%
Delivery centre	Indore (within a radius of 50 km from the municipal limits)
Trading hours	As notified by the Exchange from time to time, currently: Mondays through Fridays: 9.00 A.M. to 09.00 P.M. On the expiry date, contracts expiring on that day will not be available for trading after 5 P.M. The Exchange may vary above timing with due notice

Due date/Expiry date	20 th day of the delivery month If 20 th happens to be a holiday, a Saturday or a Sunday then the due date shall be the immediately preceding trading day of the Exchange.
Delivery specification	Upon expiry of the contract, the delivery position would be arrived at by the Exchange based on the information to give/take delivery furnished by the sellers and buyers as per the process put in place by the Exchange for effecting physical delivery.
Closing of contract	On the expiry of the contract, all outstanding positions not resulting in giving/taking of physical delivery of the commodity shall be closed out at the Final Settlement Price announced by the Exchange.
Opening of contracts	Trading in any contract month will open on the 1st day of the month. If the 1st day happens to be a non-trading day, contracts would open on the next trading day.
No. of active contracts	As per launch Calendar
Price limit	Daily price limit is (+/-) 3%. Once the 3% limit is reached, then after a period of 15 minutes the limit shall be increased further by 1%. The trading shall be permitted during the 15 minutes period within the 3% limit. After the DPL is enhanced, trades shall be permitted throughout the day within the enhanced total DPL of 4%. The DPL on the launch (first) day of new contract shall be as per the circular no. NCDEX/RISK-034/2016/209 dated September 08, 2016.
Position limits	The position limits will be applicable on Exchange wise basis Member-wise: 4,69,000 MT or 15% of the market wide open interest in the commodity, whichever is higher. Client-wise: 46,900MT. Bona fide hedger clients may seek exemption as per approved Hedge Policy of the Exchange notified vide Circular No. NCDEX/CLEARING-019/2016/246 dated September 28, 2016. For near month contracts: The following limits would be applicable from 1st of every month in which the contract is due to expire. If 1st happens to be a non-trading day, the near month limits would start from the next trading day. Member-wise: 1,17,250 MT or one-fourth of the member's overall position limit in that commodity, whichever is higher. Client-wise: 11,725 MT.
Premium/Discount	None
Delivery option	Intention Matching
Special margin	In case of unidirectional price movement/ increased volatility, an additional/ special margin at such other percentage, as deemed fit by the Regulator/Exchange, may be imposed on the buy and the sell side or on either of the buy or sell sides in respect of all outstanding positions. Reduction/ removal of such additional/ special margins shall be at the discretion of the Regulator/Exchange.

Final Settlement Price	FSP shall be arrived at by taking the simple average of the last polled spot prices of the last three trading days viz., E0 (expiry day), E-1 and E-2. In the event the spot price for any one or both of E- 1 and E-2 is not available; the simple average of the last polled spot price of E0, E-1, E-2 and E-3, whichever available, shall be taken as FSP. Thus, the FSP under various scenarios of non-availability of polled spot prices shall be as under:					
	Scenario	Polled spot price availability on				FSP shall be simple average of last polled spot prices on:
		E0	E-1	E-2	E-3	
	1	Yes	Yes	Yes	Yes/No	E0, E-1, E-2
	2	Yes	Yes	No	Yes	E0, E-1, E-3
	3	Yes	No	Yes	Yes	E0, E-2, E-3
	4	Yes	No	No	Yes	E0, E-3
	5	Yes	Yes	No	No	E0, E-1
	6	Yes	No	Yes	No	E0, E-2
	7	Yes	No	No	No	E0
Minimum Initial Margin						
8%						

Contract Launch Calendar

Contract Launch Month	Contract Expiry Month
April 2020	November 2020
May 2020	December 2020
June 2020	January 2021
July 2020	February 2021
August 2020	March 2021
September 2020	April 2021
October 2020	May 2021
November 2020	June 2021
December 2020	July 2021
January 2021	August 2021
February 2021	September 2021
March 2021	October 2021
April 2021	November 2021
May 2021	December 2021

Disclaimer

Members and market participants who enter into buy and sell transactions may please note that they need to be aware of all the factors that go into the mechanism of trading and clearing, as well as all provisions of the Exchange's and/or Clearing Corporation's Bye Laws, Rules, Regulations, Product Notes, circulars, directives, notifications of the Exchange / Clearing Corporation as well as of the Regulators, Governments and other authorities.

It is clarified that it is the sole obligation and responsibility of the Members and market participants to ensure that apart from the approved quality standards stipulated by the Exchange, the commodity deposited / traded / delivered through the approved tanks of the Clearing Corporation is in due compliance with the applicable regulations laid down by authorities like Food Safety and Standards Authority of India, AGMARK, BIS, Warehousing Development and Regulatory Authority (WDRA), Orders under Packaging and Labelling etc and other State/Central laws and authorities issuing such regulations in this behalf from time to time, including but not limited to compliance of provisions and rates relating to GST, APMC Tax, Mandi Tax, LBT, Stamp Duty, etc. as applicable from time to time on the underlying commodity of any contract offered for deposit / trading / delivery and the Exchange / Clearing Corporation shall not be responsible or liable on account of any non-compliance thereof.

Exhibit 2 - Good / Bad delivery norms

No.	Particulars	Good / Bad delivery
1.	Delivery before contract expiration.	Good delivery
2.	Refined Soy Oil quality not meeting futures contract specification.	Bad delivery
3.	Delivery warehouse not approved by NCCL	Bad delivery
4.	Delivery completed but without sampling & testing / certification	Bad delivery
5.	Delivery without weight certificate.	Bad delivery
6.	Delivery not compatible to delivery size as mentioned in contract specification.	Bad delivery
7.	Delivery beyond specified working hours.	Bad delivery
8.	Delivery without proper documentation.	Bad delivery
9.	Refined Soy Oil weighed at other than Approved warehouse weigh bridge / weigh scale.	Bad delivery
10.	Delivery of Refined Soy Oil found contaminated on visual inspection.	Bad delivery

Exhibit 3 - Specimen of Refined Soy Oil Testing Report

CERTIFICATE OF QUALITY			
Date : _____		Report no.: _____	
NCDEX member/Client name : _____			
Commodity : _____			
Lorry No. : _____			
QUALITY : _____			
The results of analysis performed by our laboratory of the samples collected by <WH NAME> is stated below :			
Test Items	Test method	Specification	Test results
The material delivered by the above NCDEX Member is in accordance with the specification provided bearing grade _____ and valid up to _____.			
The goods delivered may be accepted / rejected.			
Chief Inspector / Authorized Signatory			

Exhibit 4 - Approved Assayer & Tank Details for Delivery of Refined Soy Oil

For the updated list of Warehouse/Tank & Assayers kindly refer NCCL Website – -Warehouses Link - http://www.ncdex.com/ClearingServices/Clearing_Services_others.aspx