

Contract Specifications of Cotton Wash Oil Futures Contract - (Symbol: COTWASOIL)

(Applicable for contracts expiring in the months of December 2024 and thereafter)

Parameters	Contract specifications
Type of Contract	Future Contract
Name Of the Commodity	Cotton Wash Oil
Symbol	COTWASOIL
Basis	Ex-Tank Kadi (Exclusive of all Taxes)
Unit Of Trading	5 MT
Maximum Order Size	500 MT
Quotation/base value	Rs. per 10kg
Tick size	10 Paise
Quality Specification	Free Fatty Acid-0.2%Max
	Colour as Y+10R in 1/4" Cell- 35.0 Unit Basis
	M.I.V- 010Max
	Refractive Index at 40° C- 1.4630 to 1.4660
	Iodine Value- 98 to 112
	Saponification Value- 190 to 198
	Unsaponifiable Matter-1.5% max
	Hold Test-Negative
	Castor test-Negative
	Argemone oil test-Negative
	Hcn Test- Negative
	B.T.T-19° C to 21° C
	Specific Gravity at 30° C-0.910 to 0.920
	There shall be no turbidity after keeping the filtered sample at 30°C for 24 hours
	If the oil is obtained by the method of solvent extraction and the oil imported into India, the oil shall not contain hexane more than 0.5 ppm.
	The contaminants, toxins, and residues must not exceed the limits specified in FSSAI Regulations.
Trading hours	As notified by the Exchange from time to time, currently: Mondays through Fridays: 10.00 A.M. to 05.00 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 positions would be cash settled and there will be no physical delivery.
Opening of contracts	Trading in any contract month will open on the 1 st day of the month. If the 1 st day happens to be a non-trading day, contracts would open on the next trading day.
Closing of contract	On the expiry of the contract, all outstanding positions shall be closed out at the Final Settlement Price announced by the Exchange.
No. of active contracts	As per the launch calendar
Daily Price limit (DPL)	Daily price limit is (+/-) 4%. Once the 4% limit is reached, then after a period of 15 minutes this limit shall be increased further by 2%. The trading shall be permitted during the 15 minutes period within the 4% limit. After the DPL is enhanced, trades shall be permitted throughout the day within the enhanced total DPL of 6%. The DPL on the launch (first) day of new contract shall be as per the circular no. NCDEX/TRADING-010/2021 dated March 22, 2021
Position Limits	<p>Member-wise: 1,35,000 MT or 15% of market wide open interest in the commodity, whichever is higher.</p> <p>Client-wise: 13,500 MT Bona fide hedger clients may seek exemption as pre-approved Hedge Policy of the Exchange notified vide Circular No. NCDEX/TRADING-026/2021 dated August 30, 2021.</p> <p>For near month contracts</p> <p>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.</p> <p>Member-wise: 33,750 MT or One-fourth of the member's overall position limit in that commodity, whichever is higher</p> <p>Client-wise: 3,375 MT</p>
Delivery Logic	Cash Settled
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.					
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	12 %					

Contract Launch Calendar

Contract Launch Month	Contract Expiry Month
September 2024	December 2024
	January 2025
	February 2025
	March 2025
October 2024	No Launch
November 2024	No Launch
December 2024	April 2025
January 2025	May 2025
February 2025	June 2025
March 2025	July 2025
April 2025	August 2025
May 2025	September 2025
June 2025	December 2025

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/ Clearing Corporation's Rules, Bye Laws, 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 warehouse of the Clearing Corporation either on their own or on behalf of them by any third party acting on behalf of the Market Participants/Constituents 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.