

NCDEX INTRODUCES

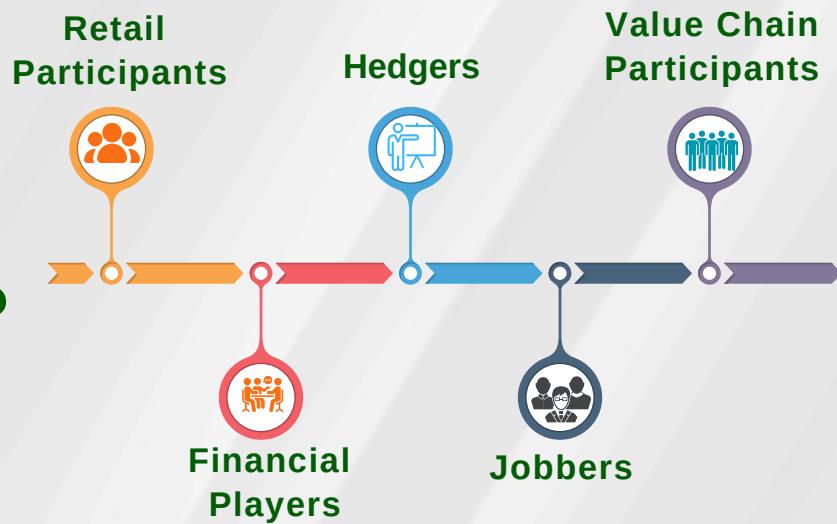
OPTIONS ON FUTURES - GUARSEED

IN A NEW AVATAAR



- 1** Trade with limited margin
- 2** Vibrant underlying futures contract with an average annual volatility of 27% over previous three years.
- 3** Robust volume and open interest in the underlying
- 4** Reduce the risk for the market participants

Who Can Participate?



CONTRACT SPECIFICATIONS OF OPTIONS ON FUTURES - GUAR SEED

Field	Description
Type of Contract	Options on Futures
Underlying	GUARSEED 10 The underlying commodity specifications on devolvement into Futures will be the same as that mentioned in the contract specifications of underlying Futures.
Options Type	European
Tick Size	Re. 0.50 per quintal
Expiry Date	Last Friday of the month preceding the expiry month of the underlying futures contract. if the last Friday is a holiday, then the preceding working day will be the expiry day for options.
Strike Interval	100
Number of Strikes	7-1-7
Position Limits	Position limits for 'option in futures' shall remain separate from position limit of futures contract of the same underlying. Numerical value for client/member level limits in Options shall be twice of corresponding number applicable for Futures contract. Guar Seed : 3,58,000 MT & 35,800 MT for member & client respectively
Symbol	<UNDERLYING SYMBOL><OPTIONS EXPIRY DATE DDMMYY><CE/PE><STRIKE PRICE><UNDERLYINGTYPE-F/S><UNDERLYINGEXPIRY-MMMYY> Example: CALL - GUARSEED1026JUL24CE5500FAUG24 Example: PUT - GUARSEED1026JUL24PE5500FAUG24
Final Settlement Price	Daily Settlement Price (DSP) of the underlying Futures Contract on the Option Expiration day.
Delivery & Unit of Trading	5 MT
Maximum Order Size	500 MT
Mechanism of Exercise	A) All In the Money (ITM) options contracts shall be exercised automatically, unless 'contrary instruction has been given by long position holders of such contracts for not doing so. B) All Out of the Money (OTM) option contracts shall expire worthless. C) All exercised contracts within an option series shall be assigned to short positions in that series in a fair & non-preferential manner. D) In the event contrary instruction are given by ITM option position holders, the position shall expire worthless.
Final Settlement Method	On exercise, option position shall devolve into underlying futures position as follows:- <ul style="list-style-type: none"> ■ Long call position shall devolve into long position in the underlying futures contract ■ Long put position shall devolve into short position in the underlying futures contract ■ Short call position shall devolve into short position in the underlying futures contract ■ Short put position shall devolve into long position in the underlying futures contract All such devolved futures positions shall be opened at the strike price of the exercised options.