



Lead

Contract Qualifications

Contract Symbol		LEADDDMMYY (LEAD31JAN12)
Underlying Commodity		LEAD
Contract Size /Trading Unit		5 MT
Quotation/Base Value		Rs. per Kg
Price Quote		Ex-Bhiwandi excluding all taxes, levies and other expenses.
Tick Size		05 Paise per Kg
Trading Hours (IST)	Monday to Friday	10.00 a.m. to 11.30 p.m. Note: Evening trading Session may be extended following the US Daylight Saving Time Schedule as per the directives issued by the FMC in this regard.
	Saturday	10.00 a.m. to 2.00 p.m.
Note: On the expiry day, trading will be allowed up to 6.40 p.m.		
Contracts Schedule		
Contract Launch Date		Contract Expiry Month
1 st October 11		31 st January 12
1 st November 11		29 th February 12
1 st December 11		31 st March 12
1 st January 12		30 th April 12
1 st February 12		31 st May 12
1 st March 12		30 th June 12
1 st April 12		31 st July 12
1 st May 12		31 st August 12
1 st June 12		30 th September 12
1 st July 12		31 st October 12
1 st August 12		30 th November 12
1 st September 12		31 st December 12



Last Trading Day(Expiry Day)	<p>Trading terminates at the close of business hours on the last business day of the contract expiry month. For Example, January contract will expire on 31st January.</p> <p>In case, the last day of the contract month falls on a holiday or Saturday then the expiry day will be the preceding working day. For Example, if 31st January falls on Saturday then the expiry (Last Trading) day will be 30th January.</p>	
Daily Price Limit (DPL)	<p>The base price limit is (+/-) 4% expandable by (+/-) 2% up to (+/-) 6% without cooling off period in the trade and (+/-) 9% with a cooling off period of 15 minutes when the trade hits the prescribed DPL. DPL is directly correlated with Reference Price or Previous Day's Closing price. In case, International Price volatility is more than (+/-) 9%, the DPL may be further relaxed in steps of 3% with the approval of FMC.</p>	
Risk Parameters	Initial Margin	5%
	Special Margin	<p>When there is excess volatility, Exchange will impose special margin of appropriate percentage, as it thought fit and proper on both buy and sale side in respect of all outstanding positions. This margin will remain in force for next two working days excluding the day of imposition or till such excess volatility persists, after which the same will be relaxed.</p>
	Regulatory Margin	<p>In addition to the above margins, the Regulator/ Exchange may impose additional margins on long and/or short side at such other percentage, as may deem fit and proper where there is one side market movement. Removal of such Margins will be at the discretion of the Regulator/Exchange.</p>
	Maximum Order Size	200 MT
	Maximum Allowable Open Position	<p>For individual client 1800 MT and for a member collectively for all clients 9000 MT or not more than 15% of the market-wide open position, whichever is higher.</p>
Quality Specification	<p>Lead of 99.97% minimum purity. Lead chemical composition of the BS EN 12659:1999 Standard</p>	
Premium (P)/Discount (D)	NA	
Delivery Logic	Both Option	



Settlement Schedule and Delivery Process

Delivery Unit		10 MT		
Tolerance Limit		+/-1%		
Tender period		One working day after the contract expiry day by 6.00 p.m. For Example If the tender day falls on Saturday then the Tender day will be succeeding day i.e. Monday.		
Seller's /Buyer's Intentions		On expiry day by 3.00 p.m. Dissemination of the same will be through TWS by 5.00 p.m. Seller must submit the documentary evidence that he is holding the stock at the time of submitting the intention.		
Dissemination of Matching of Intentions		The Exchange will inform members through TWS regarding matching quantity of buyers and sellers by 6.00 p.m. on the expiry day. Exchange will impose penalty as per the provisions of the penalty clause mentioned in this contract, in case the party whose intention is matched defaulted. Unmatched intentions and other open positions shall be closed out at Contract Closing Rate (CCR).		
Risk Parameters	Delivery Margin	Delivery margin of 25% shall be imposed on expiry day on matched quantity.		
Exemption from Delivery period Margin		Tender and Delivery Period Margin is exempted on receipt of documentary evidence on expiry day.		
Main Delivery Centre		Within 25 km radius of Bhiwandi but outside octroi limit of Mumbai.		
Additional Delivery Centre		NA		
Communication with Exchange		Hand Delivery, Fax, Courier or any other mode as may be notified by the Exchange from time to time.		
Delivery	Allocation	On the expiry of the contract as per CCR.		
	Period	Three business days after the contract expiry day.		
	Pay-In	On any tender days by 6.00 p.m.		
	Pay-Out	E+3 working day	Time	11.00 a.m.
Fund	Pay-In	E+2 working day	Time	11.00 a.m.



	Pay-Out	E+3 working day	Time	11.00 a.m.
Taxes, Duties, Cess and Levies		Buyer will pay all the charges, levies or Cess, import duties and taxes applicable at the delivery center.		
Contract Closing Rate(CCR)		Contract Closing Rate is calculated on the last trading day of the contract on the basis of international spot price of Lead, excluding all taxes, levies and freight and converted at the Rupee – US Dollar reference rate as notified by RBI on the said date.		
Applicability for Odd Lot		Delivery will be effected only on delivery lot basis.		
Physical Delivery Related Charges (Warehouse and Insurance Charges)		Seller will pay the charges up to pay-out date and Buyer will pay subsequent charges.		
Endorsement of Delivery favoring client		On receipt of delivery order, the original buyer member would be responsible for any endorsement in favor of his client.		
Sampling and analysis at the time of delivery		In case the buyer does not agree to the quality of the commodity, he shall opt for his own sampling under intimation to the Exchange in writing within 48 hours of the pay-out date.		
Penal Provision	Seller's Default	A penalty of 2.5% on Contract Closing Rate will be imposed on defaulting seller out of which 2% will be credited to IPF and 0.5% will be credited to the counter party.		
		Additionally, 4% of CCR as a replacement cost will be charged from defaulting seller out of which 90% will be given to the counter party and 10% will be retained by the Exchange as administrative expenses.		
	Buyer's Default	A penalty of 2.5% on Contract Closing Rate will be imposed on defaulting buyer out of which 2% will be credited to IPF and 0.5% will be credited to the counter party.		
		Additionally, 4% of CCR as a replacement cost will be charged from defaulting buyer out of which 90% will be given to the counter party and 10% will be retained by the Exchange as administrative expenses.		
Delay in Timely Execution of Delivery related Documentation		Penalty for delay in timely execution of delivery related document (invoice details, delivery related form) shall be communicated separately by the Exchange.		
Extension of delivery period		Exchange may decide to extend the delivery period in case of a force majeure.		
Applicability of Rules		The applicable provisions of Bye-laws, Rules and Regulations of the		



	<p>Exchange and decisions taken by Forward Markets Commission, Board of Directors or Executive Committee of the Exchange relating to the matters specified above will also form an integral part of this contract. The Exchange may further prescribe additional measures regarding physical delivery procedures, storage practices at Exchange accredited warehouses, quality certification processes, risk management, etc from time to time which will be notified to the members with intimation to FMC. The interpretation or clarification given by the Exchange on any terms of this contract shall be final and binding on the members and their constituents.</p>
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