



Copper Cathode

Contract Qualifications

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| Contract Symbol | | COPPERCDDMMYY (COPPERC30APR12) |
| Underlying Commodity | | COPPER CATHODE |
| Contract Size / Trading Unit | | 1 MT |
| Quotation / Base Value | | Rs. per Kg. |
| Price Quote | | Ex-Bhiwandi (exclusive of all taxes and levies i.e. Import duty, CVD/Excise, Cess on Sales Tax/VAT and other levy and tax). |
| Tick Size | | 5 Paise per Kg. |
| Trading Hours (IST) | Monday to Friday | 10.00 a.m. to 11.30 p.m. 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. |
| Contracts Schedule | | |
| Trading available from | | Expiry Month |
| 1 st July, 2011 | | 29 th February, 2012 |
| 1 st September, 2011 | | 30 th April, 2012 |
| 1 st December, 2011 | | 30 th June, 2012 |
| 1 st March, 2012 | | 31 st August, 2012 |
| 1 st May, 2012 | | 30 th November, 2012 |
| Last Trading Day(Expiry Day) | | Trading terminates at the close of business hours on the last business day of the contract expiry month. For Example, April contract will expire on 30 th April. 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 30 th April falls on Saturday then the expiry (Last Trading) day will be 29 th April. |



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| Daily Price Limit (DPL) | | Base price limit is (+/-) 4% extended by (+/-) 2% up to (+/-) 6% without cooling period and (+/-) 9% with a cooling 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. |
| Risk Parameters | Initial Margin | 5% |
| | Special Margin | 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. |
| | Regulatory Margin | 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. |
| | Maximum Order Size | 70 MT |
| | Maximum Allowable Open Position | For individual client 5000 MT in all Copper contracts and for a member, it is 25000 MT for all his clients in all Copper contracts or 15% of the total market-wide open positions whichever is higher. |
| Quality Specification | | Grade 1 electrolytic copper conforming to the specification of B115 as to chemical and physical requirements. |
| Delivery Logic | | Both option |

Settlement Schedule and Delivery Process

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| Delivery Unit | 9 MT |
| Tolerance Limit | +/-1% |
| Tender period | Next working day excluding Saturday after the contract expiry day by 6.00 p.m. For Example, if the tender day falls on Saturday then |



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| | | the Tender day will be succeeding day i.e. Monday. | | |
| Seller's /Buyer's Intentions | | On the 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 | | N.A. | | |
| 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 Copper, 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. | | |



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| 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 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. | |