



Gold 100 GMS

Contract Qualifications

Contract Symbol		GOLD100DDMMYY (GOLD10001JAN12)
Underlying Commodity		GOLD 100 GMS
Contract Size /Trading Unit		100 gms
Quotation/Base Value		Rs. per 10 gms
Price Quote		Ex-Ahmedabad. Price Quote is inclusive of all taxes and levies relating to customs and import duty. Sales Tax/VAT, surcharge on VAT/Sales Tax, if any, local taxes and octroi are excluded from price quote.
Tick Size		Re. 1 per 10 grams
Trading Session (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.
Contracts Schedule		
Contract Launch Date		Contract Expiry Month
2 nd October, 2011		1 st January, 2012
2 nd November, 2011		1 st February, 2012
2 nd December, 2011		1 st March, 2012
2 nd January, 2012		1 st April, 2012
2 nd February, 2012		1 st May, 2012
2 nd March, 2012		1 st June, 2012
2 nd April, 2012		1 st July, 2012
2 nd May, 2012		1 st August, 2012
2 nd Jun, 2012		1 st September, 2012
2 nd July, 2012		1 st October, 2012
2 nd August, 2012		1 st November, 2012
2 nd September, 2012		1 st December, 2012
Last Trading Day(Expiry Day)		Trading terminates at the close of business hours on the 1 st day of the contract expiry month. For Example, January contract will expire on 1 st January.



	<p>In case, the 1st day of the contract month falls on a holiday or Saturday then the expiry day will be the succeeding working day.</p> <p>For Example, if 1st January falls on Saturday then the expiry (Last Trading) day will be 3rd January since 2nd January is also a holiday i.e. Sunday.</p>		
Daily Price Limit (DPL)	<p>The base price limit is (+/-) 3% expandable 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	4%	
	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	12 Kg.	
	Maximum Allowable Open Position	<p>As per FMC Guidelines, presently it is 2.5 MT for individual client of all Gold contracts (Gold 1 Kg and Gold 100 gms) and for a member, it is 12.5 MT for all his clients of all Gold contracts or 15% of the total market-wide open positions whichever is higher.</p>	
Quality Specifications	Parameter	Basis	
	Purity	995	
	<p>Serially numbered Gold 100 gms bars supplied by Exchange approved Refineries which includes LBMA approved Refineries also, to be accepted for delivery.</p>		
Premium (P)/Discount (D)	Parameter	Acceptable Range	Premium (P)/Discount (D)
	Purity	995 and 999	P – Contract Closing Rate or Settlement price on



			the date of delivery marking * 999/ 995
	Quality below 995 purity shall not be accepted for delivery.		
Delivery Logic	Compulsory Delivery		

Settlement Schedule and Delivery Process

Delivery Unit	100 gms		
Tolerance Limit	NA		
Tender period	<p>Preceding three business days of contract expiry day excluding Saturday and next working day after the contract expiry day. Explanation: Three businesses (Working) days include expiry day and there will be no tender of goods on Saturday though trading will continue. For Example If the last trading day falls on Monday then the 1st tender day will be preceding Thursday.</p>		
Seller's / Buyer's Intentions	On tender days by 6.00 p.m. for main delivery centre.		
Tender notice	By 6.00 p.m. on tender days. Seller has to submit tender notice along with vault receipt to the Exchange.		
Dissemination of Information	The Exchange will inform members through TWS regarding tender notice of seller members by 7.00 p.m. on the respective tender days.		
Risk Parameters	Tender Period Margin	8% margin will be imposed on incremental basis for all outstanding positions during last three days including contract expiry day.	
	Delivery Margin	Delivery margin of 24% in addition to the total margin taken shall be charged on the day the delivery is marked.	
Exemption from Tender and Delivery period Margin	Tender and Delivery Period Margin is exempted for the sellers on receipt of documentary evidence i.e. Vault Receipt of tendering delivery with the Exchange during tender days.		
Main Delivery Centre	Exchange designated vault at Ahmedabad, which will be notified to the members separately.		
Additional Delivery Centre	Mumbai, Delhi, Kolkata, Chennai and Hyderabad.		
Location Premium/Discount	Not applicable.		
Packaging /Form	Bar bearing a serial number and identifying stamp of a refiner approved and listed by the Exchange.		



Communication with Exchange		Hand Delivery, Fax, Courier or any other mode as may be notified by the Exchange from time to time.		
Delivery	Allocation	During tender days as per Settlement/Closing price and on the expiry day of the contract as per CCR.		
	Period	Last three business days excluding Saturday of contract expiry day and next working day after the contract expiry day.		
	Pay-In	On any tender days by 6.00 p.m. except Saturdays, Sundays and Trading Holidays. Marking of delivery will be done on the tender days after trading hours based on the intentions, Vault receipts received from the sellers, if required. On expiry, all the open positions shall be marked for delivery. Delivery pay-in for the delivery marking on expiry day will be on E + 1 basis by 11.00 a.m. "E" means Expiry day.		
	Pay-Out	T+1 working day	Time	04.00 p.m.
Fund	Pay-In	T+1 working day	Time	03.00 p.m.
	Pay-Out	T+1 working day	Time	04.00 p.m.
Taxes, Duties, Cess and Levies		Inclusive of all taxes and levies relating to customs and import duty. Sales Tax/VAT, surcharge on VAT/Sales Tax, if any, local taxes and octroi are excluded. Seller will raise the invoice in favor of the buyer and the amount of VAT/Sales Tax shall be debited to buyers account and will be credited to sellers account.		
Contract Closing Rate(CCR)		Contract Closing Rate is calculated on last trading day of the contract expiry month. This is calculated by way of taking simple average of spot price of last 3 days of the spot market of Ahmedabad.		
Applicability for Odd Lot		N.A.		
Physical Delivery Related Charges (Vault and Insurance Charges)		Seller will pay the charges up to pay-out date and Buyer will pay subsequent charges.		
Delivery Location of Underlying		The buyer will accept the delivery from the Vault as allocated by the Exchange.		
Sampling and analysis at the time of delivery		All bars delivered must be the product of an Approved Refinery/Producer as notified by the Exchange.		
Delivery Procedure at the additional delivery centers		Members interested in giving and/or taking delivery at the additional delivery centers will have to follow the under mentioned procedure. 1. Buyers interested of taking delivery at any of the		



	<p>additional delivery centers will have to submit their intention (Format attached in Annexure- A) to the Exchange by 6.00 p.m. before 10 working days excluding Saturday from the date of expiry of the contract. Exchange will disseminate to the market through Trader Work Station by 7.00 p.m. on the same day. Exchange will receive intentions (Format attached in Annexure- B) from the sellers on 9th working day excluding Saturday by 5.00 p.m. before the expiry of the contract. For the purpose of calculating the 10th and 9th day, the expiry day of the contract will be included.</p> <ol style="list-style-type: none">2. Exchange will match the intentions received from both buyers and sellers on the 9th day by 7.00 p.m.3. Any matched intentions on the 9th day will be intimated to the respective members. Delivery marking will be done on the expiry date. Both buyer and seller member will have to keep their open position till the expiry date.4. Intentions, once submitted can neither be withdrawn nor modified. Non fulfillment of obligations of either party will be subject to the penal provision as applicable from time to time.5. Delivery will be settled at CCR and there will be no transportation cost involved. However, if the spot price (To be disseminated by the Exchange) at the additional delivery center on the date of delivery marking is more than the CCR then the buyer will pay the differential amount of SPOT price at additional delivery center and the CCR to the seller. If spot price at the additional delivery center is less than the CCR then the seller will pay the differential amount of CCR and SPOT price at the additional delivery center to the buyer.6. It is mandatory that both the sellers and buyers must have Sales Tax/VAT registration in the State where the additional delivery center is located. Invoice will be raised at actual settlement price.7. No delivery will take place for all the mismatched intentions at the additional delivery centers but delivered at the main delivery center.8. Buyer will pay 0.25% of the value of the Gold as delivery facilitation charges at the additional delivery center. 90% of
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		the charges so collected shall be credited to the sellers account and 10% will be retained by the Exchange.
Buyer's Objection to take delivery		At the time of taking delivery, if the buyer is not satisfied with the goods regarding quality, he can insist for assaying by any of the approved assayers available at that center. The detailed procedure will be notified separately.
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 any 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 Vaults, 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.