

Guar Seed

Contract Qualifications

Contract Symbol		GUARSEEDDDMMYY (GUARSEED25JAN10)
Underlying Commodity		GUAR SEED
Contract Size /Trading Unit		10 MT
Quotation/Base Value		Rs. per Quintal
Price Quote		Ex- Jodhpur inclusive of sales tax /VAT.
Tick Size		Re. 1
Trading Hours (IST)	Monday to Friday	10.00 a.m. to 5.00 p.m.
	Saturday	10.00 a.m. to 2.00 p.m.
Contracts Schedule		
Contract Launch Date		Contract Expiry Month
27 th November, 2009		25 th December, 2009
27 th November, 2009		25 th January, 2010
27 th November, 2009		25 th February, 2010
27 th November, 2009		25 th March, 2010
26 th December, 2009		25 th April, 2010
26 th January, 2010		25 th May, 2010
26 th February, 2010		25 th June , 2010
26 th March, 2010		25 th July, 2010
26 th April, 2010		25 th August, 2010
26 th May, 2010		25 th September, 2010
26 th June, 2010		25 th October, 2010
26 th July, 2010		25 th November, 2010
26 th August, 2010		25 th December, 2010
Last Trading Day(Expiry Day)		Trading terminates at the close of business hours on 25 th business day of the contract expiry month. For Example, January contract will expire on 25 th January. In case, 25 th day of the contract month falls on a holiday then the expiry day will be the preceding working day i.e. 24 th January.
Daily Price Limit (DPL)		The Daily Price Limit is (+/-) 3% extended by +/- 1% up to (+/-) 4% provided 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. The system shall not permit the trade

	beyond the revised limit of (+ / -) 4% during the day.		
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 deemed fit where there is one side market movement. Removal of such Margins will be at the discretion of the Regulator/Exchange.	
	Maximum Order Size	750 MT	
	Maximum Allowable Open Position	For individual client 3,000 MT and for a member collectively for all clients 9,000 MT or 15% of the market-wide open position, whichever is higher.	
For near month contract			
	For individual client 1,000 MT and for a member collectively for all clients 3,000 MT or 15% of the market-wide open position, whichever is higher.		
Quality Specification	Parameter	Basis	
	Whitish	98%	
	Foreign Matters, Sand & Silica and Damaged Seed (FMSSD)	1%	
	Moisture	8%	
Premium (P)/Discount (D)	Parameter	Acceptable Range	Premium (P)/Discount (D)
	Whitish	95%-98%	D of 0.5% on incremental basis
		90%-95%	D of 2% on incremental basis
	FMSSD	1% to 2%	D of 1% on incremental basis
		2% to 3%	D of 1.5% on incremental basis
Moisture	8% to 10%	D of 1% on incremental basis	
Delivery Logic	Compulsory Delivery		

Settlement Schedule and Delivery Process

Delivery Unit		10 MT		
Tolerance Limit		(+/-) 2% i.e. 200 Kg. Delivery will be accepted in the range of 9.800 MT to 10.200 MT.		
Tender period		From E-4 to E+1, “E” means expiry day.		
Tender notice		By 6.00 p.m. on tender days. Seller has to submit tender notice along with warehouse receipt and quality certificate to the Exchange.		
Risk Parameters	Tender Period Margin	5% margin will be imposed on incremental basis for all outstanding positions during last five days including contract expiry day.		
	Delivery Margin	Delivery margin of 25% minus the total margin taken shall be charged on the day delivery is marked.		
Exemption from Tender and Delivery period Margin		Tender and Delivery period margin is exempted on receipt of documentary evidence i.e. warehouse receipt and quality certificate.		
Main Delivery Centre		Jodhpur (within the radius of 50 km from the municipal limits).		
Additional Delivery Centre		Bikaner, Nokha and Sriganganagar		
Location Premium/Discount		Will be notified immediately prior to launch of the contract under intimation to the FMC.		
Packaging		Guar Seed delivered shall be packed in clean, dry, sound, single, new or unmended B-Twill bags in merchantable condition and or any other accepted industry standard material with the mouth of the bag stitched disallowing sweating/spilling. The packaging of Guar Seed should be in standard bags of 100 Kg (gross) only. The weight of the guar seed packaging bag shall be not less than 800 grams.		
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 day of the contract after closing of market.		
	Period	Three working days after the contract expiry day.		
	Pay-In	On any day during tender period 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		The seller will pay Sales Tax or VAT, whichever is applicable and the seller will issue invoice in the name of the buyer, reflecting the Sales tax or VAT paid by him. In case of Inter state movement, buyer has to submit requisite forms or pay CST as applicable. Post lifting delivery charges are borne by the buyer.		
Contract Closing Rate(CCR)		All the outstanding positions shall be marked delivery at Contract Closing Rate which shall be calculated by taking average spot price of last three days. Exchange shall poll the spot price from the different entities involved in the value chain of the commodity.		
Applicability for Odd Lot		NA.		

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.
Delivery Grade and Location of Underlying	The buyer will not have any option to select a particular grade and the delivery location offered by the seller and allocated by the Exchange shall be binding on him.
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.
Sampling procedure	The Bureau of Indian Standards procedure or the procedure as prescribed by the Exchange shall be followed for drawing and analysis of samples. In case, the analysis report of the buyer is as per the seller's analysis report then the buyer has to take out the goods from the warehouse. If there do any difference, the buyer and seller may settle the same on mutual understanding. In case, both the parties do not agree to settle then Exchange will appoint third assayer whose report is final and binding to all.
Penal Provision	Seller's Default A penalty of 3% on Contract Closing Rate will be imposed on defaulting seller out of which 1.75% will be credited to IPF, 1% will be credited to the counter party and 0.25 will be retained with the Exchange. In addition to the above, seller will also pay the differential amount of the following: Average of highest spot price of any three days of five succeeding days after expiry of the contract and CCR, in case CCR is lower than the average spot price.
	Buyer's Default The buyer will have to compulsorily take the delivery of goods and make payment. Failing which, the Exchange will auction out such goods in the market at the risk and cost of the buyer. The auction procedure and the penal provision shall be notified separately.
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	As per the Exchange decision due to a force majeure or otherwise.
Applicability of Business 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.