



## Mustard Seed

### Contract Qualifications

<b>Contract Symbol</b>		MUSTARDSDDMMYY (e.g. MUSTARDS20JUL12)
<b>Underlying Commodity</b>		MUSTARD SEED
<b>Contract Size /Trading Unit</b>		10 MT
<b>Quotation/Base Value</b>		Rs. / 100 Kg
<b>Price Quote</b>		Ex- Jaipur excluding of sales tax /VAT
<b>Tick Size</b>		Re. 1
<b>Trading Hours (IST)</b>	<b>Monday to Friday</b>	10.00 a.m. to 5.00 p.m.
	<b>Saturday</b>	10.00 a.m. to 2.00 p.m.
<b>Contracts Schedule</b>		
<b>Trading available from</b>		<b>Expiry Month</b>
21 <sup>st</sup> April 12		20 <sup>th</sup> July 12
21 <sup>st</sup> May 12		20 <sup>th</sup> August 12
21 <sup>st</sup> June 12		20 <sup>th</sup> September 12
21 <sup>st</sup> July 12		20 <sup>th</sup> October 12
21 <sup>st</sup> August 12		20 <sup>th</sup> November 12
21 <sup>st</sup> September 12		20 <sup>th</sup> December 12
<b>Last Trading Day(Expiry Day)</b>		Trading terminates at the close of business hours on 20 <sup>th</sup> business day of the contract expiry month.
		For Example, July contract will expire on 20 <sup>th</sup> July
		In case, 20 <sup>th</sup> day of the contract month falls on a holiday then the expiry day will be the preceding working day i.e. 19 <sup>th</sup> July
<b>Daily Price Limit (DPL)</b>		The daily price limit will be (+/-) 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.
<b>Risk</b>	<b>Initial Margin</b>	<b>10 %</b>



<b>Parameters</b>	<b>Special Margin</b>	When there is excess market 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 till volatility persists, after which the same will be relaxed.		
	<b>Regulatory Margin</b>	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.		
	<b>Maximum Order Size</b>	700 MT		
	<b>Maximum Allowable Open Position</b>	For individual client <b>15,000 MT</b> and <b>for a member collectively for all contracts and all exchanges 75,000 MT</b> or 15% of the market-wide open position, whichever is higher. <b>For near month contract</b> For individual client <b>4,200 MT</b> and <b>for a member collectively for all contracts and all exchanges 21,000 MT</b> or 15% of the market-wide open position, whichever is higher.		
<b>Quality Specification</b>	<b>Parameter</b>	<b>Basis</b>		
	Foreign Matter	0.25%		
	Oil Content (at 0% moisture content level)	42%		
	FFA (max)	1.50%		
	Moisture	5%		
<b>Premium (P)/Discount (D)</b>	<b>Parameter</b>	<b>Acceptable Range</b>	<b>Premium (P)/Discount (D)</b>	
	Foreign Matter	0.25% to 2%	D of 1% on incremental basis	
	Oil Content	> 42%	P of 1% on incremental basis	
	Oil Content	42% to 37%	D of 1% on incremental basis	
	Moisture	5% to 6.5%	D of 1% on incremental basis	
	Free from non-edible seeds and should be free from any foul odor and fungus.			
<b>Delivery Logic</b>	Compulsory Delivery			



## Settlement Schedule and Delivery Process

<b>Delivery Unit</b>		10 MT		
<b>Tolerance Limit</b>		(+/-) 2% i.e. 200 Kg. Delivery will be accepted in the range of 9.800 MT to 10.200 MT.		
<b>Tender period</b>		From E-4 to E+1, "E" means Expiry day		
<b>Tender notice</b>		By 6.00 p.m. on tender days. Seller has to submit tender notice along with warehouse receipt and quality certificate to the Exchange.		
<b>Risk Parameters</b>	<b>Tender Period Margin</b>	5 % margin will be imposed on incremental basis for all outstanding positions during last five days including contract expiry day		
	<b>Delivery Margin</b>	Delivery margin of 25% minus the total margin taken shall be charged on the day delivery is marked.		
<b>Exemption from Tender and Delivery period Margin</b>		Tender and Delivery period margin is exempted on receipt of documentary evidence i.e. warehouse receipt and quality certificate.		
<b>Main Delivery Centre</b>		Jaipur		
<b>Additional Delivery Centre</b>		Kota, Alwar, Bikaner, Jodhpur and Sriganganagar		
<b>Location Premium/Discount</b>		Will be notified immediately prior to launch of the contract under intimation to the FMC		
<b>Packaging</b>		Rapeseed-Mustard seed packed in new/sound unmended (Without spillage) A-Twill bag of 86 kg in gross weight (+/- 2%) shall be accepted for delivery.		
<b>Delivery</b>	<b>Allocation</b>	On the expiry day of the contract after closing of market.		
	<b>Period</b>	Three working days after the contract expiry day.		
	<b>Pay-In</b>	On any day during tender period by 6.00 p.m.		
	<b>Pay-Out</b>	E+3 working day	Time	11.00 a.m.
<b>Fund</b>	<b>Pay-In</b>	E+2 working day	Time	11.00 a.m.
	<b>Pay-Out</b>	E+3 working day	Time	11.00 a.m.



<b>Taxes, Duties, Cess and Levies</b>	Local taxes/ VAT wherever applicable is to be paid by the seller to the sales tax/VAT authorities on all contracts resulting in delivery. Accordingly, the buyer will have to pay the taxes/VAT to the seller at the time of settlement. In case of sales tax exemption, such exemption certificate should be submitted before settlement of the obligation. In case of Inter-State movement, Buyer has to submit requisite forms or pay CST as applicable.
<b>Contract Closing Rate(CCR)</b>	On the expiry of the contract, all outstanding positions not resulting into delivery shall be closed out at Contract Closing Rate which shall be arrived at by taking the simple average of the last three trading days polled spot prices, i.e., E0 (expiry day), E-1 and E-2. In the event of the spot prices for any one of the E-1 and E-2 is not available; the spot price of E-3 would be used for arriving at the average. In case the spot prices are not available for both E-1 and E-2 then the average of E-0 and E-3 (two days) would be taken. If all the three days' prices viz., E-1, E-2 and E-3 are not available, then only one day's price viz., E-0 will be taken as the CCR.
<b>Applicability for Odd Lot</b>	NA.
<b>Physical Delivery Related Charges (Warehouse and Insurance Charges)</b>	Seller will pay the charges up to pay-out date and Buyer will pay subsequent charges.
<b>Endorsement of Delivery favoring client</b>	On receipt of delivery order, the original buyer member would be responsible for any endorsement in favor of his client.
<b>Delivery Grade and Location of Underlying</b>	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.
<b>Sampling and analysis at the time of delivery</b>	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.
<b>Sampling procedure</b>	The Bureau of Indian Standards procedure or the procedure as prescribed by the Exchange shall be followed for drawing and analyses 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.
<b>Penal Provision</b>	<b>Seller's Default</b>	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.
	<b>Buyer's Default</b>	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.
<b>Delay in Timely Execution of Delivery related Documentation</b>		Penalty for delay in timely execution of delivery related document (invoice details, delivery related form) shall be communicated separately by Exchange.
<b>Extension of delivery period</b>		Exchange may decide to extend the delivery period in case of force majeure.
<b>Applicability of Business Rules</b>		The general provisions of Byelaws, Rules and Regulations of the Exchange and decisions taken by Forward Markets Commission, Board of Directors and Executive Committee of the Exchange in respect of matters specified above will form an integral part of this contract. The Exchange as the case may be, further prescribes additional measures relating to delivery procedures, warehousing, quality certification, margining, risk management from time to time with prior approval of the FMC.