



Soy Bean

Contract Qualifications

Contract Symbol		SOYBEANDDDMMYY (e.g. SOYBEAN20JAN11)
Underlying Commodity		SOY BEAN
Contract Size /Trading Unit		10 MT
Quotation/Base Value		Rs. /Quintal (100 Kg)
Price Quote		Ex- Indore excluding of sales tax /VAT
Tick Size		50 paisa
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		
Trading available from		Expiry Month
On receipt of Approval from FMC		20 th November 2011
On receipt of Approval from FMC		20 th December 2011
21 st October 2011		20 th January 2012
21 st November 2011		20 th February 2012
21 st December 2011		20 th March 2012
21 st January 2012		20 th April 2012
21 st February 2012		20 th May 2012
21 st March 2012		20 th June 2012
Last Trading Day (Expiry Day)		<p>Trading terminates at the close of business hours on 20th business day of the contract expiry month.</p> <p>For Example, January contract will expire on 20th January.</p> <p>In case, 20th day of the contract month falls on a holiday or Saturday then the expiry day will be the preceding working day i.e. 19th January</p>
Daily Price Limit (DPL)		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.		
Risk Parameters	Initial Margin	5 %		
	Special Margin	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.		
	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	700 MT		
	Maximum Allowable Open Position	For individual client 30,000 MT and for a member collectively for all clients 150,000 MT or 15% of the market-wide open position, whichever is higher. For near month contract For individual client 8,000 MT and for a member collectively for all clients 40,000 MT or 15% of the market-wide open position, whichever is higher.		
Quality Specification		Parameter	Basis	
		Foreign Matter	2%	
		Damaged	2%	
		Green Seed	7%	
		Moisture	10%	
Premium (P)/Discount (D)		Parameter	Acceptable Range	Premium (P)/Discount (D)
		Foreign Matter	2% to 4%	D of 1% on incremental basis
		Damaged	2% to 5%	D of 0.5% on incremental basis
		Moisture	10% to 12%	D of 1% on incremental basis
		Free from non-edible seeds such as Mahua, Castor and Neem and any toxic substances. Should be free from any foul odour.		
Delivery Logic		Seller's Option		



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 11.200 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		Indore (within the radius of 50 km from the municipal limits)		
Additional Delivery Centre		Akola (Maharashtra); Itarsi (M. P.) and Kota (Rajasthan)		
Location Premium/Discount		Will be notified immediately prior to launch of the contract under intimation to the FMC		
Packaging		Soy Bean should be delivered in 91 Kg. gross weight basis with a variation of +/- 2 % in new or sound unmodified Jute bags without any patches.		
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		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.
	Contract Closing Rate(CCR)	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.
	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



		<p>amount of the following.</p> <p>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.</p>
	Buyer's Default	<p>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.</p>
Delay in Timely Execution of Delivery related Documentation		<p>Penalty for delay in timely execution of delivery related document (invoice details, delivery related form) shall be communicated separately by Exchange.</p>
Extension of delivery period		<p>Exchange may decide to extend the delivery period in case of force majeure.</p>
Applicability of Business Rules		<p>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.</p>