

## ALUMINIUM INGOTS CONTRACT

<b>Asset Code</b>	ALUM5
<b>Product Code</b>	ALUM5F
<b>Series Code</b>	ALUMMMYYYY
<b>Trading System</b>	NMCE's Derivatives Trading and Settlement System
<b>Trading Hours</b>	<p><u>Monday to Friday</u> :10:00 am to 10:00 pm Further extensions in timings upto 11:30 pm will be notified through circulars</p> <p><u>Saturday</u> :10:00 am to 2:00 pm</p>
<b>Unit of Trading</b>	5 Tons
<b>Delivery Unit</b>	10 MT with tolerance limit of +/- 0.5 MT
<b>Quotation/Base Value</b>	Rs. Per Kg*
<b>Maximum Order Size</b>	150 Tons
<b>Tick Size</b>	5 Paise
<b>Price Band^</b>	<p>Base daily price limit = 4% Ist slab of daily price limit = 2% II nd slab of daily price limit = 3% Maximum daily price limit = 9% When the base daily price limit is breached, the relaxation will be allowed upto the first slab without any break / cooling off period in the trade. In case the daily price limit of the I st slab is also breached, then after a cooling off period of 15 minutes, the daily price limit will be relaxed as per the limit stated in the II nd slab.</p>
<b>Quality Specification</b>	<p>Primary aluminum of 99.7% purity (Minimum) Form: (1) Ingots (2) T-bars (3) Sows Weight: (1) 12-26 kg each (2) Shall not exceed 5% more than 750 kg (3) Shall not exceed 5% more than 750 kg</p>
<b>No. Of delivery Contracts in a year</b>	12 months contracts in a year
<b>Delivery Centers</b>	CWC bonded Warehouses located in Mumbai (Basis Center) (Within 20 Kilometers outside Mumbai octroi limit.)
<b>Opening of Contracts</b>	Trading in any contracts will open on the 1st day of the month.
<b>Delivery and Settlement procedure of Aluminium</b>	
<b>Delivery Logic</b>	Both Option
<b>Buyer's and Seller's Intention</b>	<p>Three working days prior to the contract expiry day by 6.00 p.m. i.e. 27th of the expiry month for 30th expiry contract &amp; 28th of the expiry month for 31st expiry contract.Seller</p>

		will submit copies of relevant documents as evidence that he is holding stock at the time of giving his intention.
<b>Tender Day</b>		1st working day after expiry of contract by 6.00 p.m.
<b>Matching of Buyer's and Seller's Intention</b>		On the basis of intention received from the buyers and sellers, the Exchange will match the total quantity offered by the buyers and sellers and with respect to the matched quantity, the allocation of delivery between the buyers and sellers will be done. The unmatched quantity of open position will be closed out as per DDR and actual delivery will be effected only to the extent of matched quantity.
<b>Dissemination of the information on delivery intention on TWS</b>		On the contract expiry day by 7.00 p.m.
<b>Delivery allocation</b> - Date - Rate		- On expiry date of the Contract - At due date rate (DDR)
<b>Initial margin</b>		Minimum 5%
<b>Additional and/ or Special margin</b>		In case of additional volatility, an additional margin (on both buy & sell side) and/ or special margin (on either buy or sell side) at such percentage, as deemed fit, will be imposed in respect of all outstanding positions.
<b>Delivery period margin</b>		15% margin will be imposed during tender and delivery period on both buyers and sellers on matched quantity and shall be recovered on 1 <sup>st</sup> working day after expiry of the contract.
<b>Penal provisions</b>		<p>After getting (matching) intentions from the buyer and seller to take or give delivery, if any of the party fails to honour his obligations, a penalty of 2.5% of the DDR will be imposed on him.</p> <p>Additionally, a replacement cost of 4% of DDR will be recovered from the defaulting buyer / seller.</p> <p>Apportioning of the penalty: 2% (i.e. 80% of penalty amount) will be credited to IPF 0.5% (i.e. 20% of penalty amount) will be credited to the counter party</p> <p>While out of the replacement cost recovered 90% will be passed on to the counter party and 10% will be retained by the Exchange towards administrative expenses.</p> <p>The above is subject to change as per directions of FMC</p>
<b>Due Date</b>		Last day of the Contract months if last day happens to be holiday then previous working day.
<b>Due date Rate</b>		DDR is calculated by taking the average of Aluminum prices of International Exchange in USD on the last three days of contract maturity and multiplying the average by the Rupee conversion Rate from USD as declared by RBI on expiry of the contract.

<b>Odd lot treatment</b>	Delivery will be effected only on delivery lot basis. In case there is any mismatch in the position of seller and buyer then delivery will not be matched and accordingly the position will be closed out at the DDR.
<b>Net open position</b>	For individual clients - 15000 MT For members = 75000 MT collectively for all clients: Not more than 15 % of market-wide open position, whichever is higher.
<b>Applicability of Business Rules</b>	The general provisions of Business Rules 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 apply mutatis mutandis. The Exchange may further prescribe additional measures relating to delivery procedures, warehousing, Quality Certification, Margining, risk management from time to time. In case of any interpretational dispute or clarifications the decision of the Exchange shall be final and binding on the members and others.

\* Exclusive of all taxes and levies relating to import duty, customs, sales tax/ VAT as the case may be, special additional duty, expenses and octroi. At the time of delivery, the buyer has to pay these taxes and levies in additional to delivery order rate.

***^ In case of price movement in International markets which is more than the maximum daily price limit (currently 9%), the same may be further relaxed in steps of 3% with the approval of FMC***