

COFFEE REP BULK CONTRACT

Asset Code	COFER
Product Code	COFERF
Series Code	CFRMMMYYYY
Trading System	NMCE's Derivatives Trading and Settlement System
Trading Hours	Monday to Friday :10:00 am to 10:00 pm Saturday :10:00 am to 2:00 pm
Unit of Trading	1500 Kg (25 Bags)
Delivery Unit	1500 Kg (25 Bags)
Quotation/Base Value	Rs per Quintal (100 Kg)
Maximum Order Size	75000 Kg
Tick Size	50 paise
Price Band	Daily price fluctuation limit will be +/- 2 %. Limit on daily price fluctuation will be reckoned with reference to the previous close price. If trade hits this price limit, trade would stop for 15 minutes, where after price would be extended by another +/- 2%. No trade would be permitted during the day beyond then revised price limit of +/- 4%
Quality Specification	<p>[Grade – REP BULK Coffee]</p> <ul style="list-style-type: none"> • A minimum of 60 percent by weight (flat beans) shall stand on a sieve with round holes of 6.00 mm (screen number 15) • A minimum of 20 percent by weight (flat beans) shall stand on sieve with round holes of 6.65 mm (screen number 17); • BBB (Black, Brown & Bits) in REP Bulk coffee is maximum 8% by weight; REP Bulk coffee with BBB content above basis level of 8% up to maximum 15% can be accepted with deductions in price on 1:0.25 • Husk and Foreign Matter in REP Bulk coffee is maximum 0.5% by weight. REP Bulk coffee with Husk and Foreign Matter above basis level of 0.5%, up to maximum 2% can be accepted with deduction in price of 1:1 • The REP Bulk coffee may contain moisture of maximum of 13 % but acceptable up to 14.% subject to deduction in Price 1:1.25
Packing	In 60 Kilos net new Single IJIRA HCF (Hydrocarbon Free) jute bags
No. of delivery Contracts in a year	Maximum 6, Bi-monthly contracts in a year.
Delivery Centers	Kushalnagar (Coorg) basis center, additional delivery centers Hassan and Chikmagalur in Karnataka and Kalpetta in Kerala at par
Opening of Contracts	As per approved calendar
Due Date	Last day of the delivery month if last day happens to be holiday then previous working day.

Due Date Rate*		Due date rate for Coffee- Grade REP Bulk (basis variety) is calculated on the last day of contract maturity by way of taking the simple average of last 3 days spot price of the Kushalalnagar (Coorg) market for the basis variety.
Closing of Contract		Squaring up of positions will be permitted during last 5 trading days of delivery month. No fresh positions building will be allowed during the delivery period of last 5 trading days. During the last 5 trading days of delivery month, seller can tender Warehouse Receipt for settlement and Warehouse Receipt will be accepted for settlement at closing price of the previous day.
Delivery Logic		Compulsory Logic
Initial margin		Minimum 5%
Additional and/ or Special margin		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.
Delivery period Margin		15%
Limit on open position		<p>Client – 2000 MT Member – 6,000 MT or 15% of total market open position in the commodity whichever is higher</p> <p>The above limits will not apply to bonafide hedgers. For bonafide hedgers , the Exchange will, on a case to case basis, decide the hedge limits.</p> <p>Near Month Limit: Client - 400 MT Member – 1200 MT or 15% of the total near month position in the commodity, whichever is higher</p>

**Refer FMC Circular No./5/1/2011/ACE/PER (VOL -II) dated 28.06.2011 & 04.07.2011*