

PEPPER CONTRACT

Asset Code	PEPPER
Product Code	PEPPERF
Series Code	PEPMMYYYYY
Trading System	NMCE's Derivatives Trading and Settlement System
Trading Hours	Monday to Friday :10:00 am to 5:00 pm Saturday :10:00 am to 2:00 pm
Unit of Trading	1 MT
Delivery Unit	1 MT
Quotation/Base Value	100 Kgs
Maximum order size	50 MT
Tick Size	Rupee 1/-
Price Band	Daily price fluctuation limit will be +/-3%. Limit on daily price fluctuation will be reckoned with reference to the pervious close price. If trade hits this price limit, trade would stop for 15 minutes, where after price would be extended by another +/-1%. No trade would be permitted during the day beyond then revised price limit of +/-4%.
Quality Specification	Malabar Garbled 1 (MG1) Oil wash – Max 1% Light Pepper – Max 2% Other Matter – Max 0.5% Moisture – Max 11%
No. of delivery Contracts in a year	Maximum 12 monthly or minimum 2 monthly contracts running concurrently.
Delivery Centers	CWC Warehouses located in Cochin/Ernakulam (basis center), Kottayam, Calicut, Malapuram & Trichur
Opening of Contracts	Trading in any contract month will open on the 16th day of the month, as per approved calendar
Due Date	15th day of the delivery months if 15 th happens to be holiday then previous working day.
Due Date Rate*	Due date rate for Pepper (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 Cochin market for the basis variety.
Closing of Contract	Squaring up of positions will be permitted between 12 th and 15 th of delivery month. No fresh positions building will be allowed. From 12 th to 15 th 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 Delivery
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	Member – 4,500 MT or 15% of total market open position in the commodity whichever is higher Client – 900 MT Near Month Limit: Member – 1,500 MT or 15% of the total near month position in the commodity, whichever is higher Client – 300 MT
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**Refer FMC Circular No./5/1/2011/ACE/PER (VOL -II) dated 28.06.2011 & 04.07.2011*