

Contract Specifications of Chana (Desi Unprocessed Whole Raw Chana (Not for direct human consumption) (Symbol: CHANA) Future contract

(Applicable for contracts expiring in the month November 2019 & thereafter)

Type of Contract	Futures Contract	
Trading system	NCDEX Trading System	
Ticker symbol	CHANA	
Basis	Desi Unprocessed Whole Raw Chana (Not for direct human consumption) ex-warehouse Bikaner exclusive of GST	
Unit of trading	10 MT	
Delivery Unit	10 MT	
Maximum Order Size	500 MT	
Quotation/Base Value	Rs. Per Quintal	
Tick size	Re 1	
Quality specification	Desi Unprocessed Whole Raw Chana (Not for direct human consumption)	
	Desi Unprocessed Whole Raw Chana (Not for direct human consumption) shall be sound, clean and shall be free from Mathara, Khesari and live infestation	
	Foreign matter (other than varietal admixture) Chana with foreign matter not more than 1% by weight of which not more than 0.25% by weight shall be mineral matter and not more than 0.10% by weight shall be impurities of animal origin.	1% max
	Green (Cotyledon color), Immature, Shrunken, Shriveled Seeds	4% max
	Broken, Splits;	3% max
	Damaged	4% max
	Weevilled	1% max
	White egg spot	1% max
	Moisture	11% max
	Varietal admixture	4% Max
Quantity Variation	+/-5%	
Delivery center	Desi Unprocessed Whole Raw Chana (Not for direct human consumption) to be delivered at Bikaner (Upto the radius of 60 kms from the municipal limits)	
Additional Deliver Centers	Desi Unprocessed Whole Raw Chana (Not for direct human consumption) can also be delivered at Akola and Jaipur (Upto the	

	<p>radius of 60 KMs from municipal limit).</p> <p>Vishal Chana (Unprocessed whole Raw Chana) can also be delivered at Indore (Upto the radius of 60 KMs from municipal limit).</p>
Deliverable Varieties	<p>Only “Vishal” variety (Unprocessed Whole Raw Chana) will be accepted at Indore location. At Indore any other varieties like Desi Chana, Kantawalla Chana, etc. will be treated as varietal admixture.</p> <p>Only Desi Chana (Unprocessed Whole Raw Chana) will be accepted at locations of Bikaner, Jaipur and Akola. Any other varieties like Vishal, etc. will be treated as varietal admixture.</p>
Hours of Trading	<p>As notified by the Exchange from time to time, currently:- Mondays through Fridays: 09:00 a.m. to 5:00 p.m. The Exchange may vary the above timing with due notice.</p>
Delivery Logic	Compulsory delivery
No. of active contracts	As per launch calendar
Opening of contracts	<p>Trading in any contract month will open on the 1st day of the month. If 1st day of the month happens to be a non-trading day, contracts would open on the next trading day.</p>
Tender Period	<p>Tender Date –T Tender Period: The tender period would be the last 5 trading days (including expiry day) of the contracts.</p> <p>Pay-in and Pay-out:</p> <p>On a T+2 basis. If the tender date is T, then pay-in and pay-out would happen on T+2 day. If such a T+2 day happens to be a Saturday, a Sunday or a holiday at the Exchange, clearing banks or any of the service providers, pay-in and pay-out would be effected on the next working day.</p>
Closing of contract	<p>Clearing and settlement of contracts will commence with the commencement of Tender Period by compulsory delivery of each open position tendered by the seller on T + 2 to the corresponding buyer matched by the process put in place by the Exchange.</p> <p>Upon the expiry of the contract all the outstanding open position shall result in compulsory delivery.</p>
Due date/Expiry date	<p>Expiry date of the contract:</p> <p>20th day of the delivery month. If 20th happens to be a holiday, a Saturday or a Sunday then the due date shall be the immediately preceding trading day of the Exchange.</p> <p>The settlement of contract would be by a staggered system of Pay-in and Pay-out including the Last Pay- in and Pay-out which would be the Final Settlement of the contract.</p>

<p>Delivery Specification</p>	<p>Upon expiry of the contracts all the outstanding open positions shall result in compulsory delivery.</p> <p>During the Tender period, if any delivery is tendered by seller, the corresponding buyer having open position and matched as per process put in place by the Exchange, shall be bound to settle by taking delivery on T + 2 day from the delivery center where the seller has delivered same.</p> <p>The penalty structure for failure to meet delivery obligations will be as per circular no. NCDEX/CLEARING-020/2016/247 dated September 28, 2016.</p>
<p>Daily Price Limit (DPL)</p>	<p>Daily price limit is (+/-) 3%. Once the 3% limit is reached, then after a period of 15 minutes this limit shall be increased further by 1%. The trading shall be permitted during the 15 minutes period within the 3% limit. After the DPL is enhanced, trades shall be permitted throughout the day within the enhanced total DPL of 4%.</p> <p>The DPL on the launch (first) day of new contract shall be as per the circular no. NCDEX/RISK-034/2016/209 dated September 08, 2016.</p>
<p>Position limits</p>	<p>The following limits will be applicable for positions grossed across all Chana contracts on the Exchange</p> <p>Member-wise: 2,50,000 MT or 15% of market-wide open interest in the commodity, whichever is higher. Client-wise: 25,000 MT</p> <p>Bona fide hedger clients may seek exemption as per approved Hedge Policy of the Exchange notified vide Circular No. NCDEX/CLEARING-019/2016/246 dated September 28, 2016.</p> <p>For near month contracts:</p> <p>The following limits would be applicable from 1st of every month in which the contract is due to expire. If 1st happens to be a non-trading day, the near month limits would start from the next trading day.</p> <p>Member-wise: 62,500 MT or one-fourth of the member's overall position limit in that commodity, whichever is higher. Client-wise: 6,250 MT.</p>
<p>Premium / Discount</p>	<p>Premium/Discount for Chana delivery at additional delivery centers. The Premium and discount for different locations shall be announced by the Exchange before launching of contract.</p>
<p>Special margins</p>	<p>In case of unidirectional price movement/ increased volatility, an additional/ special margin at such other percentage, as deemed fit by the Regulator/ Exchange, may be imposed on the buy and the sell side or on either of the buy or sell sides in respect of all outstanding positions. Reduction/ removal of such additional/ special margins shall be at the discretion of the Regulator/ Exchange.</p>

Final Settlement Price	FSP shall be arrived at by taking the simple average of the last polled spot prices of the last three trading days viz., E0 (expiry day), E-1 and E-2. In the event the spot price for any one or both of E-1 and E-2 is not available; the simple average of the last polled spot price of E0, E-1, E-2 and E-3, whichever available, shall be taken as FSP. Thus, the FSP under various scenarios of non-availability of polled spot prices shall be as under:					
	Scenario	Polled spot price availability on				FSP shall be simple average of last polled spot prices on:
		E0	E-1	E-2	E-3	
	1	Yes	Yes	Yes	Yes/No	E0, E-1, E-2
	2	Yes	Yes	No	Yes	E0, E-1, E-3
	3	Yes	No	Yes	Yes	E0, E-2, E-3
	4	Yes	No	No	Yes	E0, E-3
	5	Yes	Yes	No	No	E0, E-1
	6	Yes	No	Yes	No	E0, E-2
7	Yes	No	No	No	E0	
Minimum Initial margin	4%					

Tolerance limit for outbound deliveries in Chana

Commodity Specifications	Basis	Permissible Tolerance
Desi Unprocessed Whole Raw Chana (Not for direct human consumption)		
Moisture	11% max	+/- 0.50%
Green (Cotyledon Color), Immature, Shrunken, Shriveled Seeds	4% max	+/- 0.25%
Broken, Splits	3% max	+/-0.25%
Damaged Seeds	4% max	+/-0.50%
Varietal admixture	4% max	+/-0.25%
Weeviled Seeds	1% max	+/-0.50%
White Egg Spot	1% max	+/-0.50%
Max Tolerance (for all characteristics)		+/- 2.00%

Note: Tolerance limit is applicable only for outbound deliveries. Variation in quality parameters within the prescribed tolerance limit as above will be treated as good delivery when members/clients lift the materials from warehouse. These permissible variations shall be based on the parameters found as per the immediate preceding test certificate given by NCCL empanelled assayer

Contract Launch Calendar

Contract Launch Month	Contract Expiry Month
June 2019	November 2019
July 2019	December 2019
August 2019	January 2020
October 2019	March 2020
November 2019	April 2020
December 2019	May 2020
January 2020	June 2020
February 2020	July 2020
March 2020	August 2020
April 2020	September 2020
May 2020	October 2020
June 2020	November 2020
July 2020	December 2020

Disclaimer

Members and market participants who enter into buy and sell transactions may please note that they need to be aware of all the factors that go into the mechanism of trading and clearing, as well as all provisions of the Exchange's Bye Laws, Rules, Regulations, Product Notes, circulars, directives, notifications of the Exchange as well as of the Regulators, Governments and other authorities.

It is clarified that it is the sole obligation and responsibility of the Members and market participants to ensure that apart from the approved quality standards stipulated by the Exchange, the commodity deposited / traded / delivered through the approved warehouses of Exchange is in due compliance with the applicable regulations laid down by authorities like Food Safety Standard Authority of India, AGMARK, BIS, Warehousing Development and Regulatory Authority (WDRA) etc. as also other State/Central laws and authorities issuing such regulations in this behalf from time to time, including but not limited to compliance of provisions and rates relating to GST, APMC Tax, Mandi Tax, LBT, stamp duty, storage etc. as applicable from time to time on the underlying commodity of any contract offered for deposit / trading / delivery and the Exchange shall not responsible or liable on account of any non-compliance thereof.