

**FORWARD MARKETS COMMISSION**

उपभोक्ता मामले , खाद्य और सार्वजनिक वितरण मंत्रालय

**MINISTRY OF CONSUMER AFFAIRS, FOOD AND PUBLIC DISTRIBUTION**

( उपभोक्ता मामले विभाग )

**(DEPARTMENT OF CONSUMER AFFAIRS)**

‘एवरेस्ट’ , तीसरी मंज़िल,  
‘EVEREST’, 3rd FLOOR,  
१००, मरीन ड्राईव, मुंबई – ४०० ००२  
100, MARINE DRIVE, MUMBAI – 400 002  
Dt:28.07.2010

No: 6/3/2008-MKT-I

To,

The Managing Directors & CEO of  
All National Commodity Exchanges

1. In order to streamline the regulation of intermediaries in the Commodity Futures Market, the Forward Markets Commission hereby directs the Commodity Derivative Exchanges to discontinue forthwith the system of sub-brokers by whatever named called. The Members of the National Commodity Exchanges will be allowed to provide access to their clients only through “Authorised Persons”. The framework governing market access through “Authorised Persons” is enclosed hereto.
2. “Authorised Person” shall be such person or entity who has been appointed as “Authorized Person” by the Member of a recognized Commodity Derivative Exchange (hereinafter referred to as “Member”) subject to the provisions of the bye-laws/rules/regulations of the respective Commodity Derivative Exchanges.
3. The Commodity Exchanges are, therefore, directed to suitably amend their bye-laws in accordance with the enclosed framework.
4. All appointments by whatever names being earlier made by the Commodity Exchanges shall be extinguished and the Exchanges are hereby advised to take appropriate steps to ensure smooth transition within a stipulated time frame which shall be not more than 60 days from the date of issue of this letter.

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5. These guidelines are being issued in exercise of the powers conferred on the Commission under the provisions of the Forward Contracts (Regulation) Act, 1952.
6. The amended bye-laws shall be notified in accordance with the provisions of Forward Contracts (Regulation) Act, 1952 and the Forward Contracts (Regulation) Act Rules, 1954 and a copy of such notification shall be forwarded to the Commission.

Yours faithfully,

  
Anupam Mishra  
Director

Encl: Regulatory framework for market access through Authorised Persons in Commodity Futures Market



