

Contract Specifications of Sugar M

Name of Commodity	Sugar M	
Ticker symbol	SUGAR	
Basis centre	Ex-Warehouse Delhi (inclusive of all taxes & levies)	
Unit of trading	10 MT	
Delivery Type	Compulsory Delivery	
Delivery unit	10 MT net basis packed in 50 kgs new A Twill Bags/PP bags. Also deliverable in 100 kgs new A Twill jute bags	
Price quotation	Rs per 100 kgs. (quintal)	
Tick size	Re 1	
Quality specification	Sugar M in crystal form manufactured by vacuum pan method with:-	
	Moisture	0.08% Max
	Polarization	99.80% Min
	ICUMSA	Maximum of 200 ICUMSA as determined by ICUMSA GS 9/1/2/3-8, prescribed in Sugar Analysis ICUMSA Methods Book
	Grade	M
	Grain Size	Medium as determined by the methods prescribed in IS:498-2003
	Crop Year Reference	Only sugar of current crushing year is allowed for delivery.
Quantity Variation	+/- 5%	
Delivery Method	Demat Delivery Seller shall deliver the goods through Exchange Accredited Warehouse.	

	<p>Goods will have to pass through the Quality Certification process during inbound delivery. Quality certification of Goods will be done by Exchange authorized assayer.</p> <p>Buyer will receive the goods from the Exchange Accredited Warehouse.</p>										
Delivery Centre	<p>Delhi</p> <p>(Delivery will be accepted in Exchange accredited warehouse located within 50 km radius from the municipal limits.)</p>										
Additional delivery centre	<p>Sellers can also tender Sugar delivery from the following delivery centers: (Delivery will be accepted in Exchange accredited warehouse located within 50 km radius from the municipal limits)</p> <table border="1"> <thead> <tr> <th>State</th> <th>Delivery Centre</th> </tr> </thead> <tbody> <tr> <td>West Bengal</td> <td>Kolkata</td> </tr> <tr> <td rowspan="5">Uttar Pradesh</td> <td>Muzaffarnagar</td> </tr> <tr> <td>Bareilly</td> </tr> <tr> <td>Sitapur</td> </tr> <tr> <td>Kanpur</td> </tr> <tr> <td>Gorakhpur</td> </tr> </tbody> </table>	State	Delivery Centre	West Bengal	Kolkata	Uttar Pradesh	Muzaffarnagar	Bareilly	Sitapur	Kanpur	Gorakhpur
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Location Premium/Discount	<p>Premium and discount for different locations shall be announced by the Exchange before launching of contract.</p>										
Also Deliverable	<p>Sugar S of the following specifications:</p> <table border="1"> <tbody> <tr> <td>Moisture</td> <td>0.08% Max</td> </tr> <tr> <td>Polarization</td> <td>99.80% Min</td> </tr> <tr> <td>ICUMSA</td> <td>Maximum of 150 ICUMSA as determined by ICUMSA GS 9/1/2/3-8, prescribed in Sugar Analysis ICUMSA Methods Book</td> </tr> <tr> <td>Grade</td> <td>S</td> </tr> <tr> <td>Grain Size</td> <td>Small as determined by the methods prescribed in IS:498-2003</td> </tr> </tbody> </table>	Moisture	0.08% Max	Polarization	99.80% Min	ICUMSA	Maximum of 150 ICUMSA as determined by ICUMSA GS 9/1/2/3-8, prescribed in Sugar Analysis ICUMSA Methods Book	Grade	S	Grain Size	Small as determined by the methods prescribed in IS:498-2003
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	<p>Delivery of Grade “Sugar S” shall be at a discount which will be announced by the Exchange before the launch of the contract.</p>		
Trading Hours	<p>Monday to Friday: 10.00 a.m. to 5.00 p.m. Saturday: 10.00 a.m. to 2.00 p.m.</p>		
Contract Expiry Date	<p>20th day of the delivery month. If 20th happens to be a holiday, a Saturday or a Sunday then the Expiry date shall be the immediately preceding trading day of the Exchange, which is not a Saturday.</p>		
Opening of Contract	<p>New contracts will be available for trading from 11th day of the month as per the launch calendar. If the 11th day happens to be a non-trading day, new contracts would open on next trading day.</p>		
Daily Price Limit	<p>Daily price fluctuation limit is (+/-) 3%. If the trade hits the prescribed daily price limit there will be a cooling off period for 15 minutes. Trade will be allowed during this cooling off period within the price band. Thereafter the price band would be raised by (+/-) 1%.</p> <p>If the price hits the revised price band (4%) again during the day, trade will only be allowed within the revised price band. No trade / order shall be permitted during the day beyond the revised limit of (+ / -) 4%.</p>		
Position Limits	<p>Limit for aggregate contracts traded on all the Exchanges: Client -wise: 20,000 MT Member wise: 1,00,000 MT applicable for all the contracts together for Grade-M and Grade-S both including position in expiry month or 15% of market-wide open interest whichever is higher.</p> <p>Near month Limits: The following limits would be applicable for one month prior to the expiry of</p>		

	<p>a contract</p> <p>Client-wise: 8,000 MT</p> <p>Member-wise: 40,000 MT or 15% of market-wide open interest whichever is higher.</p>
Maximum Order Size	500 MT (50 lots)
Final Settlement Price	<p>The Exchange shall adopt the following methodology for arriving at the Final Settlement Price.</p> <ul style="list-style-type: none"> • The Final Settlement Price (FSP) shall be arrived at by taking the simple average of the last three trading days polled spot price, viz., E-0 (expiry day), E-1, and E-2. • In the event of the spot prices for any of the E-1 and E-2 is not available, the spot price of E-3 would be used for arriving at the average. • In case the spot prices are not available for both E-1, and E-2, then the average of E-0 and E-3 (two days) would be taken. • If all the three days' prices viz., E-1, E-2 and E-3 are not available, then only one day's price, viz., E-0, will be taken as the FSP.
Minimum Initial Margin	5%
Special Margin	When there is excess volatility, Exchange may impose special margin of appropriate percentage, as deemed fit and proper on either long or short side in respect of all outstanding positions. This margin will remain till such excess volatility persists, after which the same will be relaxed.
Additional Margin	The Exchange may impose additional margins on both long and short side at such other percentage, as deemed fit. Removal of such Margins will be at the discretion of the Exchange.
Regulatory Margin	In addition to the above margins, the Regulator may impose additional margins on long and/or short side at such other percentage as deemed fit. Removal of such Margins will be at the discretion of the Regulator.

Outbound Tolerance Limit: Sugar M & Sugar S

Commodity Specifications	Basis	Deliverable range	Permissible tolerance
Sugar M ICUMSA	Maximum of 200 ICUMSA as determined by ICUMSA GS 9/1/2/3-8, prescribed in Sugar Analysis ICUMSA Methods Book	Sugar M with ICUMSA up to 200 will be accepted as good delivery	+/- 25 ICUMSA
Sugar S ICUMSA	Maximum of 150 ICUMSA as determined by ICUMSA GS 9/1/2/3-8, prescribed in Sugar Analysis ICUMSA Methods Book	Sugar S with ICUMSA up to 150 will be accepted as good delivery	+/- 25 ICUMSA

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 exchange approved assayer.

Contract Launch Calendar – Sugar

Contract Launch Month	Contracts to be launched
January 2012	February 2012, March 2012, April 2012, May 2012
February 2012	June 2012