

LEAD CONTRACT

Asset Code	LEAD
Product Code	LEADF
Series Code	LEDMMMYYYY
Trading System	NMCE'S Derivatives Trading and Settlement System
Trading Hours	<p><u>Monday to Friday</u> :10:00 am to 10:00 pm Further extensions in timings upto 11:30 pm will be notified through circulars</p> <p><u>Saturday</u> :10:00 am to 2:00 pm</p>
Unit of Trading	5MT
Delivery Unit	10 tons with tolerance limit of + / - 1 % (100 Kgs)
Quotation/Base Value	Rs. Per Kg*
Maximum Order Size	100 Tons
Tick Size	5 Paise
Price Band**	<p>Base daily price limit = 4% Ist slab of daily price limit = 2% II nd slab of daily price limit = 3% Maximum daily price limit = 9% When the base daily price limit is breached, the relaxation will be allowed upto the first slab without any break / cooling off period in the trade. In case the daily price limit of the I st slab is also breached, then after a cooling off period of 15 minutes, the daily price limit will be relaxed as per the limit stated in the II nd slab.</p>
Quality Specification	<p>Lead of 99.970% minimum purity. Lead must conform with graded lead chemical composition of BS EN 12659:1999 Standard entitled "Lead and Lead Alloys - Lead". Form: Ingots (pigs will be referred to as ingots)</p>
No. of delivery Contracts in a year	12 months contracts in a year.
Delivery Centers	CWC bonded Warehouses located in Mumbai (Basis Center) (Within 20 Kilometers outside Mumbai octroi limit.)
Opening of the contract	Trading in any contract month will open on the 1 st day of the month.
Delivery and Settlement procedure of Lead	
Delivery logic	Both Option
Buyer's and Seller's Intention	On the contract expiry day of the contract by 6.00 p.m. Seller will submit copies of documentary evidence such as Warehouse Receipt and Valid Quality Certificate along with the intention to give delivery to the effect that he is holding stock at the time of giving his intention.
Tender day	1st working day after expiry of contract by 6.00 p.m.
Matching of Buyer's and Seller's Intention	On the basis of intention received from the buyers and sellers, the Exchange will match the total quantity offered by the buyers and sellers and with respect to the matched quantity, the allocation of delivery between the buyers and sellers will be done. The unmatched quantity will be closed out as per the due date rate and actual delivery will be effected only to the extent of matched quantity.
Dissemination of the information on delivery intention on TWS	On the contract expiry day by 7.00 p.m.
Delivery allocation	

- Date - Rate	- On expiry date of the Contract - At due date rate (DDR)
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% delivery margin be imposed on both buyers and sellers on matched quantity and shall be recovered on 1 st working day after expiry of the contract.
Penal provisions	After getting intentions from the buyer and seller to take or give delivery, if any of the party fails to honour his obligations, a minimum penalty of 5% of the DDR will be imposed on him.
Due Date	Last day of the Contract months if last day happens to be holiday then previous working day.
Due date Rate	DDR is calculated on the last day of contract maturity by way of taking average of last three days of Lead prices of International Exchange in USD, multiplied by the Rupee conversion Rate from USD as declared by RBI on expiry of the contract.
Odd lot treatment	Delivery will be effected only on delivery lot basis. In case of any odd lot the delivery will not be marked and the same will be closed out at the DDR with penalty as per penal provisions.
Net open position	For individual clients - 1800 MT Member – 9000 MT or not more than 15% of market wide open position, whichever is higher
Applicability of Business Rules	The general provisions of Business Rules of the Exchange and decisions taken by Forward Markets Commission, Board of Directors and Executive Committee of the Exchange in respect of matters specified above will apply mutatis mutandis. The Exchange may further prescribe additional measures relating to delivery procedures, warehousing, Quality Certification, Margining, risk management from time to time. In case of any interpretational dispute or clarifications the decision of the Exchange shall be final and binding on the members and others.

* exclusive of all taxes and levies relating to import duty, customs, sales tax/ VAT as the case may be, special additional duty, expenses and octroi. At the time of delivery, the buyer has to pay these taxes and levies in additional to delivery order rate.

**** In case of price movement in International markets which is more than the maximum daily price limit (currently 9%), the same may be further relaxed in steps of 3% with the approval of FMC**