

Additional Surveillance Measures-Selected commodities

In terms of the provisions of the Rules, Bye-Laws and Business Rules of the Exchange and in continuation to Exchange Circular Nos. MCX/S&I/591/2019 dated October 17, 2019 and Circular No. MCX/S&I/584/2019 dated October 15, 2019 wherein it was informed that as an additional surveillance measure an Event based Additional Surveillance Margin (E-ASM) of 5% would be made applicable on the following commodities, w.e.f., November 01, 2019:

1. Cardamom
2. Mentha Oil
3. Black Pepper
4. Castor Seed

In consultation with SEBI and other exchanges, it has been decided to revise the criteria for applicability of E-ASM as under:

Existing Criteria			Revised Criteria		
Price Movement	Duration (Trading days)	Margin Imposition	Price Movement	Duration (Trading days)	Margin Imposition
High / Low Variation +/-7%	Within 3 Days	5%	High / Low Variation +/- 10%	Within 5 Days	5%
High / Low Variation +/- 10%	Within 5 Days				
High / Low Variation +/- 15%	Within 10 Days				
			High / Low Variation +/- 15%	Within 10 Days	

E-ASM of 5% would be applicable on both long and short side in the above listed four commodities (for all the running as well as yet to be launched contracts), if top 2 contracts based on Open interest meet the aforesaid revised criteria of price movement.

E-ASM would be applicable for a period of 15 trading days, from the date of occurrence of an event. Further, if any of the above events, or any other event as may be decided by the Exchange, happens/recurs during the period for which E-ASM is applicable, the period of applicability of 15 trading days shall get reset and will begin from the date of the latest event.

All other margins will continue to be levied as applicable.

The above stated revised criteria for Event Based Additional Surveillance Margin (E-ASM) shall be made applicable with effect from beginning of the trading day, September 21, 2020.

Members are requested to take note of the above.

Armaan Gaus
Asst. Vice President

Kindly contact Customer Support on 022 - 6649 4040 or send an email at customersupport@mcxindia.com for further clarification.