



NOTICES

Notice No.	20191015-42	Notice Date	15 Oct 2019
Category	Trading	Segment	Commodity Derivatives
Subject	Client level Concentration Margin in Castor Seed contracts		

Content

Pursuant to the Joint Surveillance meeting of the Exchanges, Clearing Corporations and SEBI, it has been decided to levy the Concentration Margin in Castor Seed contracts. The Concentration Margin shall be levied at client level based on the following criteria:

In case the concentration of the top 25 clients on the Long or Short side is greater than 30% of the commodity level Open Interest, then a Concentration Margin of 5 % shall be levied on the top 25 clients on both long and short side at Commodity level in Castor seed contracts. Out of this 5% concentration margin, 2.5% shall be applicable with effect from November 11, 2019 and balance 2.5% shall be applicable with effect from December 02, 2019.

Based on the positions of related clients and entities acting in concert, if required, the same may further be increased to cover up to 50 % of the commodity level Open Interest on both Long and Short side in order to ensure market safety and integrity.

The concentration margin shall be applicable only for those clients having commodity level position of value above INR 5 crore.

Concentration Margins shall be applicable at the Clearing Member level.

Members and participants are requested to note the above.

For and on behalf of ICCL

For and on behalf of BSE Ltd.

Piyush Chourasia
Chief Risk Officer & Head – Strategy
ICCL Risk Department

Usha Sharma
General Manager
Surveillance

Date: October 15, 2019