
NATIONAL COMMODITY & DERIVATIVES EXCHANGE LIMITED

Circular to all trading and clearing members of the Exchange

Circular No. : NCDEX/RISK-009/2018/144

Date : June 07, 2018

Subject : Concentration Margin – Revision in Concentration Margin

Reference may be made to Exchange Circular Nos. NCDEX/RISK-015/2016/085 dated April 18, 2016 on Concentration Margin, NCDEX/RISK-039/2016/258 dated September 28, 2016 on Margins and NCDEX/RISK-014/2017/184 dated July 27, 2017 on Position Limits for Agricultural Commodity Derivatives.

Trading and Clearing Members are hereby informed that applicable Concentration Margin percentage at client level in Narrow and Sensitive commodities have been revised as under:

Client OI as % of Market-wide OI in the commodity	Concentration Margin
(Slab)	
up to 3%	NIL
3% - 5%	3.00%
5% - 10%	5.00%
10% - 15%	7.00%
15% and above	10.00%

The list of the said commodities is given in Annexure I

Clients who hedge through a Hedge Code would be exempted from levy of Concentration Margin at the client level to the extent of positions held in the Hedge Code provided by the Exchange under its Hedge Policy issued vide circular no. NCDEX/CLEARING-019/2016/246 dated September 28, 2016. There will be no change in concentration margin percentages at Clearing Member level.

The provisions of this circular shall be effective from June 15, 2018.

Members and their respective clients are requested to take note of the above.

For and on behalf of

National Commodity & Derivatives Exchange Limited

Rahul Ghosh

Vice President – Risk Management

Encl: Annexure I

For further information / clarifications, please contact

1. Customer Service Group on toll free number: 1800 26 62339
 2. Customer Service Group by e-mail to : askus@ncdex.com
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Annexure I

List of Narrow and Sensitive Commodities

Sr. no.	Commodity
1	Barley
2	Chana
3	Coriander
4	Guar Gum
5	Jeera
6	Pepper
7	Sugar (M Grade)
8	Turmeric
9	Wheat