
NATIONAL COMMODITY CLEARING LIMITED

Circular to all Members of the Clearing Corporation

Circular No. : NCCL/RISK-029/2019

Date : October 16, 2019

Subject : Revision in Pre-Expiry Margins

Reference is drawn to our circular no. NCCL/RISK-001/2018 dated September 26, 2018 on Risk Management Framework, circular no. NCCL/CLEARING-068/2019 dated September 30, 2019 on Castor seed (CASTOR) Futures Contract, NCDEX circular no NCDEX/RISK-011/2016/059 dated March 23, 2016 on Pre Expiry Margins – Revision in select agri-commodities and circular no. NCDEX/TRADING-030/2019 dated August 09, 2019 on Change in staggered delivery period in Commodity futures contracts.

In view of the revision in staggered delivery period from 11th of every month to last 5 trading days (including expiry day) of the contracts, the pre expiry margin is being revised.

In terms of the provisions of the Rules, Bye Laws and Regulations of the NCCL, pre expiry margin shall be as under:

1. Pre-expiry margins for agricultural commodities which is currently being levied at 1.50% per trading day incrementally during the last 11 trading days till the expiry of the contract, shall now be levied at 2.5% per trading day incrementally during the last 7 trading days (including expiry day) till the expiry day of the respective contracts for the all commodities (Except Castor seed contracts).
2. In case of Castor seed contracts, pre expiry margin which is currently being levied at 2% per trading day incrementally during the last 11 trading days till the expiry of the contract, shall now be levied at 3.00% per trading day incrementally during the last 7 trading days (including expiry day) till the expiry day of the respective contract.
3. The revised pre expiry margins will be applicable in all the running contracts expiring from November 2019 onwards and in contracts to be launched.

The list of commodities for which pre expiry margins have been revised is provided in Annexure I.

For and on behalf of
National Commodity Clearing Limited

Ruchit Chaturvedi
Head – Risk Management

For further information / clarifications, please contact

1. Customer Service Group on toll free number: 1800 266 6007
 2. Customer Service Group by e-mail to : contactus@nccl.co.in
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Annexure 1

| Sr. No. | Commodity Symbol | Commodity Name | Existing Pre expiry margins percentage per trading day | Existing no. of days | Revised Pre expiry margins percentage per trading day | Revised no. of days |
|---------|------------------|--|--|----------------------|---|---------------------|
| 1 | BARLEYJPR | BARLEY | 1.5 | 11 | 2.5 | 7 |
| 2 | CASTOR | CASTOR SEED | 2 | 11 | 3 | 7 |
| 3 | CHANA | CHANA | 1.5 | 11 | 2.5 | 7 |
| 4 | COCUDAKL | UNDECORTICATED COTTON SEED OILCAKE AKOLA | 1.5 | 11 | 2.5 | 7 |
| 5 | COTTON | 29 MM COTTON | 1.5 | 11 | 2.5 | 7 |
| 6 | DHANIYA | CORIANDER | 1.5 | 11 | 2.5 | 7 |
| 7 | GUARGUM5 | GUAR GUM REFINED SPLITS | 1.5 | 11 | 2.5 | 7 |
| 8 | GUARSEED10 | GUAR SEED | 1.5 | 11 | 2.5 | 7 |
| 9 | JEERAUNJHA | JEERA | 1.5 | 11 | 2.5 | 7 |
| 10 | MAIZEKHRIF | MAIZE – FEED / INDUSTRIAL GRADE | 1.5 | 11 | 2.5 | 7 |
| 11 | MAIZERABI | MAIZE – FEED / INDUSTRIAL GRADE | 1.5 | 11 | 2.5 | 7 |
| 12 | MOONG | UNPROCESSED WHOLE RAW MOONG | 1.5 | 11 | 2.5 | 7 |
| 13 | PADYPB1121 | PADDY (BASMATI) – PUSA 1121 | 1.5 | 11 | 2.5 | 7 |
| 14 | RMSEED | RAPESEED - MUSTARD SEED | 1.5 | 11 | 2.5 | 7 |
| 15 | SUGARM | SUGAR (M GRADE) | 1.5 | 11 | 2.5 | 7 |
| 16 | SYBEANIDR | SOY BEAN | 1.5 | 11 | 2.5 | 7 |
| 17 | TMCFGRNZM | TURMERIC | 1.5 | 11 | 2.5 | 7 |
| 18 | WHEATFAQ | WHEAT | 1.5 | 11 | 2.5 | 7 |