

NATIONAL COMMODITY & DERIVATIVES EXCHANGE LIMITED

Circular to all trading and clearing members of the Exchange

Circular No. : NCDEX/CLEARING-026/2016/317

Date : November 28, 2016

Subject : Settlement Calendar and timelines for submission of delivery intentions for all Contracts expiring in December 2016 and some of the agricultural commodities due to expire in January 2017

All the trading & Clearing members are advised that in terms of Byelaws Part A 3.2(f) and Regulation 3.38, the Settlement Calendar and timelines for submission of delivery intentions for all Contracts expiring in December 2016 and some of the agricultural commodities due to expire in January 2017, are given in the following tables. The Trading and Clearing Members are requested to note the Settlement Type for every commodity using the Key given in Para 1 below where the commodities are classified on the basis of delivery logic and settlement type.

1. Key

Delivery Logic	Settlement Type			Symbol	Expiry Date	Tender / Delivery Intention Marking	
	Physical Settlement	Premium /Discount Settlement and Close Out	Sales Tax Settlement			Start Date	End date
Compulsory Delivery	G	A	B	COTTON	20-Dec-16	16-Dec-16	20-Dec-16
Compulsory with Staggered Delivery	D	A	B	STEELLONG	20-Dec-16	12-Dec-16	20-Dec-16
				SUGARM	20-Dec-16	12-Dec-16	20-Dec-16
				BARLEYJPR	20-Dec-16	13-Dec-16	20-Dec-16
				CHILLI	20-Dec-16	13-Dec-16	20-Dec-16
				COCUDAKL	20-Dec-16	13-Dec-16	20-Dec-16
				DHANIYA	20-Dec-16	13-Dec-16	20-Dec-16
				GUARGUM5	20-Dec-16	13-Dec-16	20-Dec-16
				GUARSEED10	20-Dec-16	13-Dec-16	20-Dec-16
				JEERAUNJHA	20-Dec-16	13-Dec-16	20-Dec-16
				MAIZEKHRF	20-Dec-16	13-Dec-16	20-Dec-16
				RMSEED	20-Dec-16	13-Dec-16	20-Dec-16
	TMCFGRNZM	20-Dec-16	13-Dec-16	20-Dec-16			
	P	A	B	STEELLONG	20-Dec-16	12-Dec-16	20-Dec-16
Seller's Option with Staggered Delivery	D	A	B	SYBEANIDR	20-Dec-16	13-Dec-16	20-Dec-16

Intention Matching Contracts	G	A	B	SYOREF	20-Dec-16	09-Dec-16	13-Dec-16
				SHANKRKPAS	30-Dec-16	21-Dec-16	23-Dec-16
				CPO	30-Dec-16	21-Dec-16	23-Dec-16
				GUAR2MT	11-Jan-17	02-Jan-17	04-Jan-17

2. Settlement Calendar

A. All Commodities

Tender / Expiry Date	Physical Settlement			Premium Discount & Close Out Settlement			Sales Tax Settlement		
	STL Type	STL No.	Delivery and Funds Pay-in and Pay-out	STL Type	STL No.	Funds Pay-in and Pay-out	STL Type	STL No.	Funds Pay-in and Pay-out
12-Dec-16	D	2016112	14-Dec-16	A	2016181	14-Dec-16	B	2016175	19-Dec-16
13-Dec-16	D	2016113	15-Dec-16	A	2016182	15-Dec-16	B	2016176	20-Dec-16
14-Dec-16	D	2016114	16-Dec-16	A	2016185	16-Dec-16	B	2016179	21-Dec-16
15-Dec-16	D	2016115	19-Dec-16	A	2016186	19-Dec-16	B	2016180	22-Dec-16
16-Dec-16	D	2016116	20-Dec-16	A	2016187	20-Dec-16	B	2016177	23-Dec-16
19-Dec-16	D	2016117	21-Dec-16	A	2016188	21-Dec-16	B	2016178	26-Dec-16
20-Dec-16	D	2016118	22-Dec-16	A	2016183	22-Dec-16	B	2016181	27-Dec-16
20-Dec-16	G	2016055	22-Dec-16	A	2016183	22-Dec-16	B	2016181	27-Dec-16
30-Dec-16	G	2016056	03-Jan-17	A	2016194	03-Jan-17	B	2016186	06-Jan-17
11-Jan-17	G	2017001	13-Jan-17	A	2017001	13-Jan-17	B	2017001	18-Jan-17

B. Commodities under Direct Delivery mechanism

Tender / Expiry Date	Physical Settlement				Premium Discount & Close Out Settlement			Sales Tax Settlement		
	STL Type	STL No.	Funds Pay-in	Funds Pay-out	STL Type	STL No.	Funds Pay-in and Pay-out	STL Type	STL No.	Funds Pay-in and Pay-out
12-Dec-16	P	2016079	14-Dec-16	22-Dec-16	A	2016183	22-Dec-16	B	2016177	23-Dec-16
13-Dec-16	P	2016080	15-Dec-16	23-Dec-16	A	2016184	23-Dec-16	B	2016178	26-Dec-16
14-Dec-16	P	2016081	16-Dec-16	26-Dec-16	A	2016189	26-Dec-16	B	2016181	27-Dec-16
15-Dec-16	P	2016082	19-Dec-16	27-Dec-16	A	2016190	27-Dec-16	B	2016182	28-Dec-16
16-Dec-16	P	2016083	20-Dec-16	28-Dec-16	A	2016191	28-Dec-16	B	2016183	29-Dec-16
19-Dec-16	P	2016084	21-Dec-16	29-Dec-16	A	2016192	29-Dec-16	B	2016184	30-Dec-16
20-Dec-16	P	2016085	22-Dec-16	30-Dec-16	A	2016193	30-Dec-16	B	2016185	02-Jan-17

Note: - For Steel Long contract Delivery Pay in & Pay out would happen between T+3 to T+7.

3. Schedule for exchange of Physical Delivery information (invoices and other related document) :

Tender / Expiry Date	STL Type	STL No.	Invoice updation by Seller Start Date (T+3)	Invoice Updation by Seller End Date (T+5)	Buyer Confirmation Start Date (T+6)	Buyer Confirmation End Date (T+9)
12-Dec-16	D	2016112	15-Dec-16	19-Dec-16	20-Dec-16	23-Dec-16
13-Dec-16	D	2016113	16-Dec-16	20-Dec-16	21-Dec-16	26-Dec-16
14-Dec-16	D	2016114	19-Dec-16	21-Dec-16	22-Dec-16	27-Dec-16
15-Dec-16	D	2016115	20-Dec-16	22-Dec-16	23-Dec-16	28-Dec-16
16-Dec-16	D	2016116	21-Dec-16	23-Dec-16	26-Dec-16	29-Dec-16
19-Dec-16	D	2016117	22-Dec-16	26-Dec-16	27-Dec-16	30-Dec-16
20-Dec-16	D	2016118	23-Dec-16	27-Dec-16	28-Dec-16	02-Jan-17
20-Dec-16	G	2016055	23-Dec-16	27-Dec-16	28-Dec-16	02-Jan-17
30-Dec-16	G	2016056	04-Jan-17	06-Jan-17	09-Jan-17	12-Jan-17
11-Jan-17	G	2017001	16-Jan-17	18-Jan-17	19-Jan-17	24-Jan-17

Notes:

1. In case of contracts under Compulsory delivery with staggered delivery mechanism, the contracts will be settled by Compulsory delivery on the expiry of contract. Please refer circular no. NCDEX/TRADING-98/2016/236 dated September 27, 2016 for further details.
2. In case of **Soybean contract** which is under Seller's Option with Staggered Delivery mechanism, on the expiry of contract, all outstanding positions not resulting in giving/taking of physical delivery of the commodity shall be closed out at the Final Settlement Price announced by the Exchange.
3. In case of **Steel Long contract**, an additional delivery mechanism in the form of Direct Delivery mode will be available. The buyer and seller desirous of taking/giving delivery under Direct Delivery mode are required to submit their delivery requests through the Web NCFE system during the Tender period. Accordingly, such intentions will be matched by Exchange for physical delivery under Direct Delivery mode as per the process put in place by the Exchange. Please refer circular no. NCDEX/TRADING-115/2013/345 dated November 19, 2013 and NCDEX/CLEARING-020/2016/247 dated September 28, 2016 for further details.
4. For contracts under staggered delivery, the Settlement no. corresponding to Tender date (when delivery intention is marked) mentioned at Para 2(A) is to be used.
5. For contracts under Direct Delivery Mechanism, the Settlement no. corresponding to Tender date (when delivery intention is marked) mentioned at Table given at Para 2(B) is to be used.
6. The Exchange in order to simplify and strengthen the processes of tax settlement and exchange of Physical Delivery information has prescribed the process as detailed in Circular no. NCDEX/CLEARING-016/2013/204 dated June 18, 2013, NCDEX/CLEARING-023/2013/269 dated August 30, 2013 & NCDEX/CLEARING-008/2014/082 dated March 28, 2014. A late fee is applicable in case the timelines notified are not adhered to, by the delivering clearing Member/it's Constituent. The schedule for updating the invoice and other details mentioned at Table given at Para 3 is to be used.
7. The intentions in all commodities can be given up to **one & half hour** after the close of trading in respective contracts (not beyond trading hours i.e. 11.30 / 11.55 p.m.) on the last day of marking delivery intention (up to trading hours on other days during the period for

marking delivery intention). E.g. if trading in any contract closes at 5.00 p.m. on the last day of marking delivery intention, the delivery intentions can be marked up to 6.30 p.m.

8. Delivery to the extent of open position at the expiry of the contract shall be mandatory after claiming early pay-in facility on the position. In case where a member fails to give delivery after claiming early pay-in, a penalty of 5% of settlement price of respective settlement number for which early pay-in was marked shall be levied. Please refer circular no. NCDEX/CLEARING-022/2016/268 dated October 05, 2016.
9. The members are required to submit delivery intention and give their location preference through NCFE. In case of Compulsory delivery contracts, if the sellers fail to give the location preference, then the allocation to the extent of their open position on the day of expiry will be allocated to the base location.
10. A seller who has got requisite stocks in the Exchange approved warehouses and / or has marked an intention during staggered delivery period is not allowed to default and any such delivery default by seller would be viewed seriously and the Exchange shall take suitable penal / disciplinary action against such members over and above the prescribed penalty for delivery defaults. Please refer circular No. NCDEX/CLEARING-020/2016/247 dated September 28, 2016.
11. Members giving delivery requests for the Seller's Option and Intention Matching contracts are not permitted to square off their open positions subsequently after completion of intention marking period. A penalty on the position squared-off, shall be levied as per circular no. NCDEX/CLEARING-020/2016/247 dated September 28, 2016.
12. Members are not allowed to create fresh positions in Seller's Option and Intention Matching contracts during the last five days of the expiry of the contract except in **Refined Soya Oil, RBD Palmolein, Crude Palm Oil, Soybean** and some international referenceable commodities already notified vide circular no. NCDEX/RISK-007/2014/127 dated April 22, 2014, NCDEX/RISK-039/2013/370 dated December 05, 2013, NCDEX/TRADING-060/2012/217 dated June 14, 2012 and NCDEX/RISK-007/2010/064 dated March 05, 2010 respectively, failing which penalty would be levied as prescribed by the Exchange, besides any further action as deemed fit by the Exchange.

13. The applicable service tax on penalty for failure to meet delivery obligations shall be collected along with the penalty amount.

For and on behalf of
National Commodity & Derivatives Exchange Limited

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For further information / clarifications, please contact

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