
NATIONAL COMMODITY & DERIVATIVES EXCHANGE LIMITED

Circular to all trading and clearing members of the Exchange

Circular No. : NCDEX/CLEARING-016/2016/198

Date : August 30, 2016

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

The Settlement Calendar and timelines for submission of delivery intentions for all Contracts expiring in September 2016 and some of the agricultural commodities due to expire in October 2016 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 | T | A | B | GOLD | 28-Sep-16 | 26-Sep-16 | 28-Sep-16 |
| Compulsory with Staggered Delivery | D | A | B | BARLEYJPR | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | CHILLI | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | COCUDAKL | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | DHANIYA | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | JEERAUNJHA | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | MAIZERABI | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | RMSEED | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | STEELONG | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | | | | TMCFGRNZM | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| | WHEAT | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 | | | |
| | P | A | B | STEELONG | 20-Sep-16 | 12-Sep-16 | 20-Sep-16 |
| Intention Matching Contracts | G | A | B | CRUDEOIL | 19-Sep-16 | 12-Sep-16 | 14-Sep-16 |
| | | | | SYOREF | 20-Sep-16 | 09-Sep-16 | 13-Sep-16 |
| | | | | GOLDHEDGE | 28-Sep-16 | 21-Sep-16 | 23-Sep-16 |
| | | | | CPO | 30-Sep-16 | 21-Sep-16 | 23-Sep-16 |
| | | | | GUAR2MT | 13-Oct-16 | 30-Sep-16 | 04-Oct-16 |

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-Sep-16 | D | 2016091 | 15-Sep-16 | A | 2016141 | 15-Sep-16 | B | 2016137 | 20-Sep-16 |
| 13-Sep-16 | D | 2016092 | 15-Sep-16 | A | 2016141 | 15-Sep-16 | B | 2016137 | 20-Sep-16 |
| 14-Sep-16 | D | 2016093 | 16-Sep-16 | A | 2016142 | 16-Sep-16 | B | 2016138 | 21-Sep-16 |
| 15-Sep-16 | D | 2016094 | 19-Sep-16 | A | 2016143 | 19-Sep-16 | B | 2016139 | 22-Sep-16 |
| 16-Sep-16 | D | 2016095 | 20-Sep-16 | A | 2016144 | 20-Sep-16 | B | 2016140 | 23-Sep-16 |
| 19-Sep-16 | D | 2016096 | 21-Sep-16 | A | 2016145 | 21-Sep-16 | B | 2016141 | 26-Sep-16 |
| 20-Sep-16 | D | 2016097 | 22-Sep-16 | A | 2016146 | 22-Sep-16 | B | 2016142 | 27-Sep-16 |
| | | | | | | | | | |
| 20-Sep-16 | G | 2016043 | 22-Sep-16 | A | 2016146 | 22-Sep-16 | B | 2016142 | 27-Sep-16 |
| 29-Sep-16 | G | 2016044 | 03-Oct-16 | A | 2016153 | 03-Oct-16 | B | 2016147 | 06-Oct-16 |
| 30-Sep-16 | G | 2016045 | 04-Oct-16 | A | 2016154 | 04-Oct-16 | B | 2016149 | 07-Oct-16 |
| 13-Oct-16 | G | 2016046 | 17-Oct-16 | A | 2016156 | 17-Oct-16 | B | 2016151 | 20-Oct-16 |
| | | | | | | | | | |
| 28-Sep-16 | T | 2016005 | 30-Sep-16 | A | 2016152 | 30-Sep-16 | B | 2016148 | 05-Oct-16 |

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-Sep-16 | P | 2016058 | 15-Sep-16 | 23-Sep-16 | A | 2016147 | 23-Sep-16 | B | 2016141 | 26-Sep-16 |
| 13-Sep-16 | P | 2016059 | 15-Sep-16 | 23-Sep-16 | A | 2016147 | 23-Sep-16 | B | 2016141 | 26-Sep-16 |
| 14-Sep-16 | P | 2016060 | 16-Sep-16 | 26-Sep-16 | A | 2016148 | 26-Sep-16 | B | 2016142 | 27-Sep-16 |
| 15-Sep-16 | P | 2016061 | 19-Sep-16 | 27-Sep-16 | A | 2016149 | 27-Sep-16 | B | 2016143 | 28-Sep-16 |
| 16-Sep-16 | P | 2016062 | 20-Sep-16 | 28-Sep-16 | A | 2016150 | 28-Sep-16 | B | 2016144 | 29-Sep-16 |
| 19-Sep-16 | P | 2016063 | 21-Sep-16 | 29-Sep-16 | A | 2016151 | 29-Sep-16 | B | 2016145 | 30-Sep-16 |
| 20-Sep-16 | P | 2016064 | 22-Sep-16 | 30-Sep-16 | A | 2016152 | 30-Sep-16 | B | 2016146 | 03-Oct-16 |

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-Sep-16 | D | 2016091 | 16-Sep-16 | 20-Sep-16 | 21-Sep-16 | 26-Sep-16 |
| 13-Sep-16 | D | 2016092 | 16-Sep-16 | 20-Sep-16 | 21-Sep-16 | 26-Sep-16 |
| 14-Sep-16 | D | 2016093 | 19-Sep-16 | 21-Sep-16 | 22-Sep-16 | 27-Sep-16 |
| 15-Sep-16 | D | 2016094 | 20-Sep-16 | 22-Sep-16 | 23-Sep-16 | 28-Sep-16 |
| 16-Sep-16 | D | 2016095 | 21-Sep-16 | 23-Sep-16 | 26-Sep-16 | 29-Sep-16 |
| 19-Sep-16 | D | 2016096 | 22-Sep-16 | 26-Sep-16 | 27-Sep-16 | 30-Sep-16 |
| 20-Sep-16 | D | 2016097 | 23-Sep-16 | 27-Sep-16 | 28-Sep-16 | 03-Oct-16 |
| | | | | | | |
| 20-Sep-16 | G | 2016043 | 23-Sep-16 | 27-Sep-16 | 28-Sep-16 | 03-Oct-16 |
| 29-Sep-16 | G | 2016044 | 04-Oct-16 | 06-Oct-16 | 07-Oct-16 | 14-Oct-16 |
| 30-Sep-16 | G | 2016045 | 05-Oct-16 | 07-Oct-16 | 10-Oct-16 | 17-Oct-16 |
| 13-Oct-16 | G | 2016046 | 18-Oct-16 | 20-Oct-16 | 21-Oct-16 | 26-Oct-16 |
| | | | | | | |
| 28-Sep-16 | T | 2016005 | 04-Oct-16 | 06-Oct-16 | 07-Oct-16 | 14-Oct-16 |

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/CLEARING-010/2012/165 dated May 03, 2012 for further details.
2. In case of **Cotton & Gold 1 KG** contracts which are under Compulsory delivery mechanism, on the expiry of contract, all outstanding positions shall result in Compulsory delivery. Please refer circular no. NCDEX/TRADING-115/2014/255 dated August 27, 2014 & NCDEX/TRADING-059/2015/170 dated May 20, 2015 for further details.
3. 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. Please refer circular no. NCDEX/TRADING-053/2012/190 dated May 28, 2012 for further details.
4. 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 for further details.
5. 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.
6. 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.
7. 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.

8. For some internationally referenceable commodities, the Final Settlement Price (FSP) is declared at a later date than the expiry date. For such contracts, the reference date for determining Settlement no. in table 2 given at Para 2(A) is to be taken as the FSP declaration date. The list along with details for such contracts is as below:

| Tender / Expiry Date | Symbol | FSP declaration date |
|----------------------|-----------|----------------------|
| 19-Sep-16 | CRUDEOIL | 20-Sep-16 |
| 28-Sep-16 | GOLDHEDGE | 29-Sep-16 |

9. 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.
10. 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.
11. Sellers having open position as on the last day notified for marking delivery intention are required to give their intention/notice, up to a maximum of their open position as at the end of trading hours on the stipulated dates as per the table given at Para 1.
12. A seller who has got requisite stocks in the Exchange approved warehouses 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. Please refer circular no. NCDEX/TRADING-058/2012/203 dated June 05, 2012.
13. Any delivery default after marking an intention during staggered delivery period by seller would be viewed seriously and the Exchange may take suitable penal / disciplinary action against such members in addition to the penalty prescribed for delivery defaults. Please refer circular no. NCDEX/CLEARING-017/2012/237 dated July 02, 2012.
14. Members giving delivery requests for the Seller's Option and Intention Matching contracts are not permitted to square off their open positions subsequently. A penalty of 5% of final settlement price on the position squared off, if any, will be levied besides any further action as deemed fit by the Exchange.

15. 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.
16. 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

Hemant Singhvi
Executive Vice President – Market Watch

For further information / clarifications, please contact

1. Customer Service Group on toll free number: 1800 26 62339, Fax 022- 6640 6896
2. Customer Service Group by E-mail to : askus@ncdex.com