

Chana Contract Specifications

(Updated on December 22, 2010)

Trading system	NCDEX Trading System																																			
Ticker symbol	CHARJDEL																																			
Basis	Desi ex-warehouse Delhi inclusive of all taxes and levies																																			
Unit of trading	10 MT																																			
Delivery Unit	10 MT																																			
Quotation/Base Value	Rs. Per Quintal																																			
Tick size	Re 1																																			
Quality specification	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2">Desi Chana</td> </tr> <tr> <td colspan="2">The material should be free of Mathara and Khesari and live infestation</td> </tr> <tr> <td>Foreign Matter (Other than Varietal admixture)</td> <td style="text-align: right;">1% basis</td> </tr> <tr> <td>Green (Cotyledon colour), Immature, Shrunken, Shriveled Seeds</td> <td style="text-align: right;">3% basis</td> </tr> <tr> <td>Brokens, Splits;</td> <td style="text-align: right;">2% basis</td> </tr> <tr> <td>Damaged and Weeviled</td> <td style="text-align: right;">3% basis (Weeviled 2% max)</td> </tr> <tr> <td>Moisture</td> <td style="text-align: right;">10% basis</td> </tr> <tr> <td>Varietal admixture</td> <td style="text-align: right;">3% Max</td> </tr> <tr> <td colspan="2"> </td> </tr> <tr> <td colspan="2">Kantawalla Chana</td> </tr> <tr> <td colspan="2">The material should be free of Mathara and Khesari and live infestation</td> </tr> <tr> <td>Foreign Matter (Other than Varietal admixture)</td> <td style="text-align: right;">1% basis</td> </tr> <tr> <td>Green (Cotyledon colour), Immature, Shrunken, Shriveled Seeds</td> <td style="text-align: right;">3% basis</td> </tr> <tr> <td>Broken, Splits</td> <td style="text-align: right;">3% basis</td> </tr> <tr> <td>Damaged and Weeviled</td> <td style="text-align: right;">3% basis (Weeviled max 2%)</td> </tr> <tr> <td>Moisture</td> <td style="text-align: right;">10% basis</td> </tr> <tr> <td>Varietal admixture</td> <td style="text-align: right;">3% Max</td> </tr> </table>		Desi Chana		The material should be free of Mathara and Khesari and live infestation		Foreign Matter (Other than Varietal admixture)	1% basis	Green (Cotyledon colour), Immature, Shrunken, Shriveled Seeds	3% basis	Brokens, Splits;	2% basis	Damaged and Weeviled	3% basis (Weeviled 2% max)	Moisture	10% basis	Varietal admixture	3% Max			Kantawalla Chana		The material should be free of Mathara and Khesari and live infestation		Foreign Matter (Other than Varietal admixture)	1% basis	Green (Cotyledon colour), Immature, Shrunken, Shriveled Seeds	3% basis	Broken, Splits	3% basis	Damaged and Weeviled	3% basis (Weeviled max 2%)	Moisture	10% basis	Varietal admixture	3% Max
Desi Chana																																				
The material should be free of Mathara and Khesari and live infestation																																				
Foreign Matter (Other than Varietal admixture)	1% basis																																			
Green (Cotyledon colour), Immature, Shrunken, Shriveled Seeds	3% basis																																			
Brokens, Splits;	2% basis																																			
Damaged and Weeviled	3% basis (Weeviled 2% max)																																			
Moisture	10% basis																																			
Varietal admixture	3% Max																																			
Kantawalla Chana																																				
The material should be free of Mathara and Khesari and live infestation																																				
Foreign Matter (Other than Varietal admixture)	1% basis																																			
Green (Cotyledon colour), Immature, Shrunken, Shriveled Seeds	3% basis																																			
Broken, Splits	3% basis																																			
Damaged and Weeviled	3% basis (Weeviled max 2%)																																			
Moisture	10% basis																																			
Varietal admixture	3% Max																																			
Quantity Variation	+/-5%.																																			
Delivery centre	Desi Chana to be delivered at Delhi (up to the radius of 50 kms from the municipal limits)																																			
Also deliverable	<p>Kantawalla Chana to be delivered only at Indore (up to the radius of 50 kms from the municipal limits)</p> <p>Desi Chana can also be delivered at Bikaner (up to the radius of 50 Kms from municipal limit)</p>																																			
Hours of Trading	As per directions of the Forward Markets Commission from time																																			

	<p>to time, currently -</p> <p>Mondays through Fridays: 10:00 a.m. to 5:00 p.m. Saturdays: 10.00 a.m. to 2.00 p.m.</p> <p>The Exchange may vary the above timing with due notice.</p>
Delivery specification	<p>Upon expiry of the contract all outstanding positions will result in delivery.</p> <p>The penalty structure for failure to meet delivery obligations will be as per circular no. NCDEX/TRADING-086/2008/216 dated September 16, 2008.</p>
Delivery Logic	Compulsory delivery
No. of active contracts	As per launch calendar
Opening of contracts	<p>Trading in any contract month will open on the 10th day of the month.</p> <p>If 10th day of the month happens to be a non-trading day, contracts would open on the next trading day</p>
Due date/Expiry date	<p>20th day of the delivery month</p> <p>If 20th happens to be a holiday, a Saturday or a Sunday then the due date shall be the immediately preceding trading day of the Exchange, which is other than a Saturday</p>
Closing of contract	Upon the expiry of a contract all outstanding open positions would result in compulsory delivery
Price band	<p>Daily price fluctuation limit is (+/-) 3%. If the trade hits the prescribed daily price limit there will be a cooling off period for 15 minutes. Trade will be allowed during this cooling off period within the price band. Thereafter the price band would be raised by another (+ / -) 1%.</p> <p>If the price again hits the revised price band (4%) during the day, trade will only be allowed within the revised price band. No trade / order shall be permitted during the day beyond the revised limit of (+ / -) 4%</p>
Position limits	<p>Member-wise: 40,000 MT for all contracts or 15% of the market-wide open position, whichever is higher. Client-Wise : 10,000 MT</p> <p>Hedge positions as indicated vide Commission's letter no. 4/4/2005-NCDEX/COMPL dated 4/10/2005.</p> <p>For near month contracts: The following limits would be applicable from one month prior to expiry date of a contract</p> <p>Member: Maximum of 8,000 MT or 15% of the market-wide near month open position, whichever is higher. Client: Maximum of 2,000 MT</p>
Other deliverables at Premium/ Discount	<p>Quality Premium/Discount</p> <p>Desi Chana</p> <p>Foreign matter</p>

	<p>Chana with Foreign Matter more than 1% acceptable but up to 2% maximum on 1:1 discount which shall be applied to such content above 1% rounded off to the higher 0.5%</p> <p>Green (Cotyledon colour), Immature, Shriveled Seeds</p> <p>Chana with Green (Cotyledon colour), Immature, Shriveled Seeds more than 3% acceptable but up to 4% maximum on 2:1 discount which shall be applied to such content above 3% rounded off to the higher 0.5%</p> <p>Chana with Green (Cotyledon colour), Immature, Shriveled Seeds more than 4% rejected</p> <p>Brokens, Splits</p> <p>Chana with Brokens, Splits more than 2% acceptable but up to 3% on 2:1 discount which shall be applied to such content above 2% rounded off to the higher 0.5%</p> <p>Chana with Brokens, Splits more than 3% rejected</p> <p>Moisture</p> <p>Chana with Moisture more than 10% acceptable but up to 12% on 1:1 rebate which shall be applied to such content above 10% rounded off to the higher 0.5%</p> <p>Chana with Moisture more than 12% rejected</p> <p>Damaged, Weeviled Seeds</p> <p>Chana with Damaged, Weeviled Seeds more than 3% (with Weeviled not more than 2%) acceptable but up to 10% maximum (with Weeviled not more than 2%) at a discount of 2:1 which shall be applied to such content above 3% rounded off to the higher 1%</p> <p>Chana with Damaged, Weeviled Seeds more than 10% rejected</p> <p>Kantawalla Chana</p> <p>Foreign matter</p> <p>Chana with Foreign matter more than 1% basis acceptable up to 2% maximum on 1:1 discount which shall be applied to such content above 1% rounded off to the higher 0.5%</p> <p>Green (Cotyledon colour), Immature, Shriveled Seeds</p> <p>Chana with Green (Cotyledon colour), Immature, Shriveled Seeds more than 3% acceptable up to 4% maximum on 2:1</p>
--	---

	<p>discount which shall be applied to such content above 3% rounded off to the higher 0.5%</p> <p>Chana with Green (Cotyledon colour), Immature, Shriveled Seeds more than 4% rejected</p> <p>Brokens, Splits</p> <p>Chana with Brokens, Splits more than 3% acceptable up to 5% maximum on 2:1 discount which shall be applied to such content above 3% rounded off to the higher 0.5%</p> <p>Chana with Brokens, Splits more than 5% rejected</p> <p>Moisture</p> <p>Chana with Moisture more than 10% acceptable up to 12% maximum on 1:1 rebate which shall be applied to such content above 10% rounded off to the higher 0.5%</p> <p>Chana with Moisture more than 12% rejected</p> <p>Damaged, Weeviled Seeds</p> <p>Chana with Damaged, Weeviled Seeds more than 3% (with Weeviled not more than 2%) acceptable but up to 10% maximum (with Weeviled not more than 2%) at a discount of 2:1 which shall be applied to such content above 3% rounded off to the higher 1%</p> <p>Chana with Damaged, Weeviled Seeds more than 10% rejected</p> <p>Premium/Discount for Chana delivery at additional delivery centers</p> <p>The Premium and discount for different locations shall be announced by the Exchange before launching of contract</p>
Special margins	<p>In case of additional volatility, a special margin at such percentage, as deemed fit, will be imposed in respect of outstanding positions, which will remain in force as long as the volatility exists, after which the special margin may be relaxed.</p>
Final Settlement Price	<p>The Final Settlement Price (FSP) shall be arrived at by taking the average of the last three days' spot prices. The last spot price for the day as polled by the Exchange during the last three days shall be taken for arriving at the FSP. In the event of unavailability of the spot prices during any one of the last three days excluding the expiry day (i.e., on E - 1 or E - 2), the spot price of the previous day (E - 3) shall be considered for the average of the last three days. In case spot prices are not available during the 3 day period prior to the expiry date, the last spot price of the expiry day shall be considered for arriving at the FSP.</p>

Tolerance limit in Chana

CHANA			
Commodity Specifications	Basis	Acceptable quality range as per contract specification	Permissible Tolerance
Desi			
Moisture	10% Basis	From 10% to 12% accepted at 1:1	
Foreign Matter	1% Basis	From 1% to 2% accepted at 1:1	+/- 0.25%
Green, Immature, Shrunken, Shriveled Seeds	3%	From 3% to 4% accepted at 2:1	+/- 0.25%
Brokens, Splits	2%	From 2% to 3% accepted at 2:1	+/-0.25%
Damaged and Weeviled	3% (Weeviled 2% max)	From 3% to 10% accepted at 2:1	+/-0.75% (+/- 0.5 % Weeviled)
Varietal admixture	3% Max		+/-0.25%
Max Tolerance (for all characteristics)		1.25%	
Kantawalla			
Commodity Specifications	Basis	Acceptable quality range as per contract specification	Permissible Tolerance
Moisture	10% Basis	From 10% to 12% accepted at 1:1	
Foreign Matter	1% Basis	From 1% to 2% accepted at 1:1	+/- 0.25%
Green, Immature, Shrunken, Shriveled	3%	From 3% to 4% accepted at 2:1	+/- 0.25%

Seeds			
Brokens, Splits	3%	From 3% to 5% accepted at 2:1	+/-0.25%
Damaged and Weeviled	3% (Weeviled 2% max)	From 3% to 10% accepted at 2:1	+/-0.75% (+/- 0.5 % Weeviled)
Varietal admixture	3% Max		+/-0.25%
Max Tolerance (for all characteristics)		1.25%	

Contract Launch Calendar of Chana

Contract Launch month	Contract expiry month
August 2010	January 2011
September 2010	February 2011
October 2010	March 2011
November 2010	April 2011
December 2010	May 2011
January 2011	June 2011
February 2011	July 2011
March 2011	August 2011
April 2011	September 2011
May 2011	October 2011
June 2011	November 2011
July 2011	December 2011