

Contract Specifications of Potato (Tarkeshwar)

Symbol	POTATOTRWR
Description	POTATOMMY
Contract listing	Contracts are available for 9 calendar months in a year, as per the Contract Launch Calendar.
Contract Start Day	16 th Calendar day of contract launch month. If 16 th is a holiday, then the following working day.
Last trading day	15 th calendar day of the contract month. If last trading day is a holiday then preceding working day
Trading period	Mondays through Saturdays
Trading session	Monday to Friday: 10.00 am to 5.00 pm Saturday: 10.00 am to 2.00 pm
Trading unit	30 MT
Quotation/Base Value	Rs. Per quintal – Ex-Tarkeshwar, District Hoogly, West Bengal, Ex Cold Storage, but excluding drying charges & other levies & expenses.
Basis Variety	Kufri Jyoti
Tick size (minimum price movement)	10 paise
Daily price limits	The base price limit will be 3%. Whenever the base daily price limit is breached, the relaxation will be allowed upto the 4% with a cooling off period of 15 minutes
Initial margin	Minimum 5% or based on SPAN whichever is higher
Additional and/ or Special margin	In case of additional volatility, an additional margin (on both buy & sell side) and/ or special margin (on either buy or sell side) at such percentage, as deemed fit; will be imposed in respect of all outstanding positions.
Delivery period margin	25% of the open position during the delivery period
Maximum Allowable Open Position	For individual clients: 15000 MT For a member collectively for all clients: 45000 MT or 15% of the market-wide open position, whichever is higher. Near Month Limits For individual clients: 3000 MT For a member collectively for all clients: 9000 MT or 15% of the market-wide open position, whichever is higher
Delivery	
Delivery unit	30 MT with tolerance limit of 12%.
Delivery center(s)	Ex-cold storage, Hoogly District, West Bengal. Delivery can be effected from MCX approved cold storage only.
Additional Delivery Center(s)	Ex-cold storage. Bankura, East & West Midnapore, Burdwan Districts. Delivery can be effected from MCX approved cold storage only

Quality specification/ Deliverable grades	Potato of Kufri Jyoti variety, with matured and thick skin, stored in cold storage (farm-fresh potatoes not allowed for delivery), free of common scab & blight, confirming to the following standards:
Size <ul style="list-style-type: none"> • Acceptable size (measured from at least one side by way of passing through sieve) • Rejected Cut potato <ul style="list-style-type: none"> • Acceptable upto • Rejected 	2cm - 4 cm: 20% 4cm – 7 cm: 60% 7cm -11 cm: 20% Below 2 cm and above 11 cm 5 % maximum Above 5 %
Green potato <ul style="list-style-type: none"> • Acceptable upto • Acceptable between • Rejected 	5 % maximum Upto 3.00% no rebate Above 3.00% to 5.00% with rebate 1:1 Above 5%
Black scurf (Chitri/ makhi) on the surface area <ul style="list-style-type: none"> • Acceptable upto • Rejected 	0.5 % maximum Above 0.5 %
Rotten and dry potato <ul style="list-style-type: none"> • Acceptable upto • Rejected 	3% maximum With rebate 1:1 Above 3%
Damaged skin / Bruised potato <ul style="list-style-type: none"> • Acceptable upto • Rejected 	5% maximum Upto 3.00% no rebate Above 3.00% to 5.00% with rebate 1:1 Above 5%
Shrivelled potato <ul style="list-style-type: none"> • Acceptable upto • Rejected Potato sprouts not more than 5 mm: For March to August <ul style="list-style-type: none"> • Acceptable upto • Rejected For September to November <ul style="list-style-type: none"> • Acceptable upto • Rejected 	2 % maximum Above 2% 1 % Above 1 % 2 % Above 2 %
Physical impurity in the form of soil and stone: <ul style="list-style-type: none"> • Basis • Acceptable between • Rejected Frost bitten Potato (Hyper cooled potato from cold storages) <ul style="list-style-type: none"> • Acceptable upto • Rejected 	0.5 % Above 0.5 % - 1 % With rebate 1:1 Above 1 % 0.25 % maximum With rebate 1:1 Above 0.25 %
Nail Head depression due to Ammonia Gas Contamination Acceptable	0 1% With rebate 1:1

Packaging	Packed in Hessian jute bags (new) containing net weight of approx 50 Kg per bag, with tare weight of 6.5-ounce minimum or once used good condition wheat FCI jute bag with tare weight of approx. 650 gm In addition can also be packed in leno bags, Size – 22/40 inch. Weight – 53-55 gm.
Delivery Logic	Compulsory

Contract launch Calendar

Contract Launch Months	Contract Expiry Months
October 2010	March 2011
November 2010	April 2011
December 2010	May 2011
March 2011	June 2011
April 2011	July 2011
May 2011	August 2011
June 2011	September 2011
July 2011	October 2011
August 2011	November 2011

Delivery and Settlement Procedure of Potato (Tarkeshwar)

Delivery Logic	Compulsory delivery
Tender Period	Last five working days and 1 st working day after expiry of the contract.
Delivery Period	Two working days after expiry of the contract
Tender notice (Intention by Seller)	Seller shall submit Warehouse (Cold Storage) Receipt duly endorsed & signed by the depositor & the Member, the weighment slip as proof of weight and valid quality certificate issued by quality certifying agency. All outstanding positions will be marked for delivery at the expiry of the contract.
Mode of communication	Fax or courier.
Incremental Margin	5% incremental margin for last 5 working days of the contract on all outstanding positions.
Delivery Period Margin	25% on marked quantity.
Exemption from Delivery Period Margin	Delivery Period Margin is exempted if goods are tendered on designated tender days of the contract month with all the documentary evidence.
Delivery allocation - Date - Rate	On Expiry date At DDR (Due Date Rate)
Delivery pay-in	E+1 working days by 5.00 p.m. (E- Expiry date)
Delivery pay-out	E+2 working days by 5.00 p.m.
Pay-in of funds	E+2 working days by 11.00 a.m.
Pay-out of funds	E+2 working days after 2.00 p.m.
Penal Provision	<p>I – Seller Default</p> <p>Any seller having open position on the expiry date fails to deliver on the next day then a penalty of 3% of DDR shall be imposed on such defaulting seller.</p> <p>Out of which 1.75% will be deposited to IPF, 1% of penalty will be given to the buyer & balance 0.25% will be retained by the Exchange.</p> <p>Additionally, the difference between the DDR & the average of the three highest last spot prices of the five succeeding days after the Expiry of the contract (E+1 to E+5 days) if the average price so determined is higher than DDR.</p> <p>II – Buyer Default</p> <p>The buyer will have to compulsorily take the delivery of goods. Default on taking delivery by the buyer is not permitted and</p>

therefore, the amount due from the buyer for delivery obligation shall be recovered from the buyer as pay-in of funds on stipulated pay-in day. Failure to discharge the pay-in amount will be treated as pay-in default which may lead to deactivation of the trading terminal/s of the member and will also be liable for such other actions as Exchange deems appropriate.

Exchange, as deemed appropriate, shall have the right to sell/dispose the goods through auction (or through other appropriate mechanism as and when required) on account of such defaulting buyer to recover the dues.

Penalties & charges to be debited to defaulting Buyer:

S. No	Where Auction is fully conducted	Where Auction is partly conducted	Where no Auction is conducted
1	Penalty @ 3% on DDR AND	Penalty @ 3% on DDR AND	Penalty @ 3% on DDR AND
2	Difference between DDR & Auction price if Auction price is lower than DDR (including proportionate quality and quantity differences) AND	Difference between DDR & Auction price if Auction price is lower than DDR to the tune of auctioned quantity (including proportionate quality and quantity differences) AND	NA AND
3	NA	Difference between DDR and the average of the three lowest last spot prices of the five succeeding days after the Expiry of the contract (E+1 to E+5 days) if the average price so determined is lower than DDR.	Difference between DDR and the average of the three lowest last spot prices of the five succeeding days after the Expiry of the contract (E+1 to E+5 days) if the average price so determined is lower than DDR.

	<p>Out of penalty of 3%, 1.75% will be deposited to IPF, 1% of penalty will be given to the seller & balance 0.25% will be retained by the Exchange.</p> <p>Whereas, out of the close out amount for un-auctioned quantity as mentioned above, 90% will be credited to the counter party and 10% of the same will be retained by the Exchange towards administrative expenses.</p>
Taxes, Duties, Cess and Levies	Ex- Cold Storage including cold storage rent but excluding drying charges & other levies & expenses.
Due Date Rate	Due date rate (DDR) is calculated on the last day of the contract expiry by way of taking the simple average of last 3 days spot price of Tarkeshwar, Memari & C K Road Region. C K Road price is arrived at by adding Rs.10 per 50 Kg to the the price polled at C K Road region.
Odd lot Treatment	Not applicable
Location Premium / Discount	Sellers tendering delivery at Bankura and East & West Midnapore Districts will get a discount of Rs.10 per 50 Kgs on settlement price. Similarly, buyers marked delivery at these centres will be given a discount of Rs. 10 per 50 kgs.
Premium / Discount based on quality	Based on the quality of available Potato arriving at the delivery centre, some aspects of contract specifications may under go some changes. Keeping base variety the same as per existing contract, due premium or discounts will be mentioned on the relaxed norms so that the relaxed norms will be price neutral.
Warehouse, fumigation, insurance and transportation Charges	The said charges shall be intimated separately through a circular.
Buyer's option for lifting of Delivery	Buyer will not have any option about choosing the place/cold storage of delivery and will have to accept the delivery as per allocation made by the Exchange.
Delivery Center	Ex-cold storage, Hoogly District, West Bengal. Delivery can be effected from MCX approved cold storage only.
Additional Delivery Center	Ex-cold storage. Bankura, East & West Midnapore, Burdwan Districts. Delivery can be effected from MCX approved cold storage only
Delivery Order	<p>Good delivery order will be submitted in specified format giving details of Members/ Registered Non-Members who shall perform delivery.</p> <p>Each delivery order issued shall be in multiples of minimum delivery lots and shall be designated for one or more delivery cold stores in Hoogly District.</p> <p>It will be accompanied with Warehouse (Cold Storage) Receipt and valid quality certificate. Delivery order once submitted cannot be withdrawn or cancelled or changed unless so agreed by the Exchange in writing. Members tendering the delivery order shall be in conformity with the contract specifications.</p>

Delivery Grades	The members tendering delivery will have the option of delivering such grades of goods as permitted by the Exchange under the contract specifications. The buyer will not have any option to select a particular grade and the delivery offered by the seller and allocated by the Exchange shall be binding on him.
Evidence of Stock in possession	At the time of issuing the delivery order, the member must prove to the Exchange that he holds stocks of the quantity and quality specified in the delivery order at the declared delivery center. This should be substantiated by way of producing warehouse (cold storage) receipt.
Endorsement of Delivery Order	The buyer member can endorse delivery order to a client or any third party with full disclosure given to the Exchange. Responsibility for contractual liability would be with the original buyer member.
Sampling Procedure	Sampling procedure shall be intimated separately through a circular.
Legal Obligation	The member will provide appropriate tax forms wherever required as per law and as customary and neither of the parties will unreasonable refuse to do so.
Extension of Delivery Period	As per the Exchange decision due to a force majeure or otherwise.
Applicability of Byelaws, Rules, Business Rules of the Exchange.	<p>The general provisions of Byelaws, Rules and Business Rules of the Exchange and decisions taken by Forward Markets Commission, Board of Directors and Executive Committee of the Exchange in respect of matters specified above will form an integral part of this contract. The Exchange or FMC as the case may be further prescribe additional measures relating to delivery procedures, warehousing, quality certification, margining, risk management from time to time.</p> <p>The buyer shall have to lodge their claim against quality of goods / delivery allocated to them, if any, within 48 hours from the date of scheduled pay out of the Exchange and failing which, no claim shall be entertained by the Exchange thereafter. (The interpretation or clarification given by the Exchange on any terms of this contract shall be final and binding on the members and others.)</p>