

Circular No.: MCCIL/COM/1554/2020

Date: February 18, 2020

Subject: Implementation Schedule for Margin Framework for Commodity Derivatives Segment

This is with reference to the SEBI Circular No. SEBI/HO/CDMRD/DRMP/CIR/P/2020/15 dated January 27, 2020 and MCCIL circular no. MCCIL/COM/1544/2020 dated February 11, 2020 on Margin Framework for Commodity Derivatives Segment.

In this context, Clearing Members are hereby informed that the Minimum IM and Minimum MPOR for commodity derivatives contracts stand revised according to the categorization of the commodities.

The changes in Minimum IM, Minimum MPOR and additional lean period margin will be implemented in a phased manner.

The implementation schedule is as under:

| Symbol | Current Minimum Initial Margin | Minimum Initial Margin (From 5th March 2020) | Minimum Initial Margin (From 01st April 2020) | Minimum Initial Margin (From 21st April 2020) | Minimum MPOR (From 21st April 2020) |
|---------------|---------------------------------------|---|---|---|---|
| DIAMOND0.3CT | 4% | 5% | 5% | 6% | 2 |
| DIAMOND0.5CT | 4% | 5% | 5% | 6% | 2 |
| DIAMOND1CT | 4% | 5% | 5% | 6% | 2 |
| ISABGS | 4% | 6% | 7% | 8% | 3 |
| JUTE | 4% | 6% | 7% | 8% | 3 |
| PEPPER | 4% | 6% | 7% | 8% | 3 |
| RAPES | 4% | 6% | 8% | 8% | 3 |
| SOYOIL | 4% | 6% | 8% | 8% | 3 |
| STEELONG | 4% | 6% | 7% | 8% | 2 |
| RUBBER | 4% | 6% | 8% | 10% | 3 |
| PB1121 | 4% | 6% | 9% | 12% | 4 |
| CARDAM | 4% | 6% | 8% | 12% | 4 |
| CASTORS | 4% | 8% | 12% | 12% | 4 |
| GUARS | 4% | 8% | 12% | 12% | 4 |

Note: In case of Agri Commodities an additional lean period margin of 2% shall be imposed on contracts expiring during lean period.

The lean period for Agri Commodities for which Indian Commodity Exchange Ltd (ICEX) is the lead Exchange shall be notified in due course.

Withdrawal of Additional Surveillance Margin (ASM)

Reference is drawn to ICEX Circular No. ICEX/SURV/2020/683 dated February 18, 2020 on withdrawal of additional surveillance margin.

The additional surveillance margin (ASM) will be withdrawn as per the schedule given below:

| Commodity | ASM | From March 05, 2020 | From April 01, 2020 | From April 21, 2020 |
|------------------|------------|----------------------------|----------------------------|----------------------------|
| CASTORS | 5.0% | 2.0% | 2.0% | 1.0% |
| CARDAM | 2.5% | 1.0% | 1.0% | 0.5% |
| GUARS | 2.5% | 1.0% | 1.0% | 0.5% |
| ISABGS | 2.5% | 1.0% | 1.0% | 0.5% |
| PEPPER | 2.5% | 1.0% | 1.0% | 0.5% |

All other margins as currently applicable will continue.

Members are requested to take note of the same.

Kindly contact Risk department on 022-40381549/52 or send an e-mail to comrisk@mclear.in for any assistance.

For and on behalf of

Metropolitan Clearing Corporation of India Limited

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