

Settlement Process: Commodity Derivatives Segment

The funds obligations arising out of the trades executed on Commodity Derivatives Segment will be netted at Client/Trading Member/Clearing Member level. The Clearing Members shall be responsible for all obligations, inter alia, the payment of margins, settlement obligations, penalties, any other levies etc. pertaining to the trades entered by them as trading members and also of those trading members and custodial participants, if any, for whom they have undertaken to settle as a Clearing Member.

As a set process, all obligations in respect of trades entered by trading members will be transferred to the respective Clearing Members who have undertaken to settle as Clearing Members for them.

1. Clearing Bank

The Clearing Members may use their existing settlement accounts with any of the empanelled clearing banks or open a separate settlement account for Funds settlement of Commodity Derivatives Segment. The settlement account to be used for clearing and Settlement operations i.e., for settling funds obligations, payment of margins, penalty charges, etc. as may be specified by ICCL from time to time. The list of Clearing Banks currently available for settlement is provided in Appendix 1.

Operation of settlement Account

- ✓ Clearing members shall irrevocably authorise their designated clearing bank to access their settlement accounts for debiting and crediting their settlement accounts as per the instructions of ICCL, reporting of balances and other information as may be required by ICCL from time to time.
- ✓ Clearing Members shall maintain clear balance of funds in their settlement account with their designated clearing bank towards their funds obligations to ICCL.
- ✓ Clearing members shall not seek to close or de-activate the settlement accounts without the prior written consent of ICCL.
- ✓ The Clearing Banks shall debit/credit the settlement accounts of Clearing Members as per instructions received by them from ICCL from time to time. Any request from the Clearing Members for revoking the authorisation furnished by them shall not be considered by the Clearing Banks. The Clearing Banks shall not close the settlement accounts or permit deactivation of the same without the prior written consent of ICCL.

Procedure for change in designated Clearing Bank

In case a Clearing Member wishes to shift their settlement account from one designated Clearing Bank to another, the following procedure is to be followed:

- ✓ The Clearing Member will have to submit their request letters (on their letterhead) of their intent to shift their settlement account from one designated Clearing Bank to another, to ICCL as per the format enclosed as Appendix 2.
- ✓ As soon as the formalities are completed, ICCL will inform the member in writing about the date from which they can start their clearing and settlement operations from new designated Clearing Bank. However, till such time, ICCL will continue to debit /credit the member's existing clearing bank account.

2. Settlement Process

- ✓ Funds settlement for trades done on BSE Commodity Derivatives Segment will be cleared and settled on a netted basis for daily settlement obligations & for delivery obligations.
- ✓ The delivery obligations of commodities will be settled on gross basis.

The settlement process for Commodity Derivatives Segment will be as under:

Settlement Period

The pay-in and pay-out of daily mark to market settlements, final settlement and any other settlement obligations arising out of futures contracts would be effected in accordance with the settlement schedule issued by ICCL periodically. The Clearing Members should maintain clear balance of funds in their settlement accounts with their designated Clearing Banks towards their funds pay-in obligation at the scheduled pay-in time on the settlement day.

The pay-out of funds will be credited to the receiving Clearing member's settlement account with their designated Clearing Bank.

Daily Settlement

The daily mark-to-market settlement of commodity futures contracts would be cash settled on T+1 day as per the timelines specified by ICCL.

Final Settlement

The final settlement of commodity futures contracts will be effected as per the timelines specified by ICCL in the respective product specification circular issued from time to time.

➤ **Cash settled / Delivery settled contracts**

Members may refer to the contract specifications circulars issued by BSE/ICCL from time for cash settled contracts & delivery settled contracts.

- ✓ **Incase of Compulsory Delivery Contracts**, all the open outstanding position on the maturity of the contract will compulsory result in delivery. Members with an open position, as at the close of contract expiry date, will be obliged to compulsorily tender/take delivery of the commodities as the case may be for the entire sell position or accept delivery for the entire buy position, as the case may be.
 - **In case of Contracts having Staggered Delivery**, Members desirous of tendering delivery will have to submit Delivery Intention. Delivery marking will take place only to the extent of Delivery Intention of the sellers. Intentions submitted within the stipulated timelines will be marked for delivery on the date of receipt of intention. Buyers marked for delivery against the delivery intention of the seller will have to take the delivery of the commodity.

For details on Delivery settlement process, Members may refer the contract specifications for the respective commodity published by BSE/ICCL from time to time.

Settlement Timelines

Settlement of admitted deals will be in accordance with the settlement timelines prescribed by ICCL from time to time.

The settlement timelines for pay-in and pay-out are defined as under

| Settlement Type | Frequency | Settlement due on | Timelines |
|--|--|--|---|
| Mark to Market | Daily | T+1 | Pay-in: 9:30 am Pay-out: By 11:00 am |
| Delivery (Final Settlement- at expiry) | As defined in delivery settlement procedure & settlement calendar of the respective commodity. | As defined in delivery settlement procedure & settlement calendar of the respective commodity. | Pay-in: By 11:00 am Pay-out: As defined in delivery settlement procedure |

3. Settlement Price

Settlement price for settlement of contracts in the Commodity Derivatives segment are specified as under

- **Daily Settlement Price for mark to market settlement of commodity futures contracts**
 - ✓ VWAP (Volume Weighted Average Price) of all trades done during the last 30 minutes of the trading day, subject to minimum 10 trades.
 - ✓ If the number of trades during last 30 minutes is less than 10, then it is based on the VWAP of the last 10 trades executed during the day.
 - ✓ If number of trades done during the day is less than 10 or no trades have been executed in a contract on a particular trading day, then the close price will be computed theoretically.
- **Final Settlement Price for commodity futures contracts**
 - ✓ **During staggered delivery period,**
The delivery settlement price during the staggered delivery period will be the daily settlement price of the particular contract as specified in the contract specification. The price arrived at as above will be adjusted by applying freight adjustment factor /Discount/Premium on up country delivery and the discount / premium in respect of quality, quantity etc. in accordance with the adjustments specified in the Contract Specifications.

The location premium/discount will be determined and disclosed prior to launch of the contract in various commodities

✓ **On the day of Contract Expiry,**

All open positions will be marked for delivery at the Final settlement price of the particular commodity. Final Settlement Price (FSP) is determined by polling, unless specifically approved otherwise, the FSP shall be arrived at by taking the simple average of the last polled spot prices of the last three trading days viz., E0 (expiry day), E-1 and E-2. In the event the spot price for any one or both of E-1 and E-2 is not available; the simple average of the last polled spot price of E0, E-1, E-2 and E-3, whichever available, shall be taken as FSP. Thus, the FSP under various scenarios of non-availability of polled spot prices will be as under:

| Scenario | Polled spot price availability on | | | | FSP shall be simple average of last polled spot prices on: |
|----------|-----------------------------------|-----|-----|--------|--|
| | E0 | E-1 | E-2 | E-3 | |
| 1 | Yes | Yes | Yes | Yes/No | E0, E-1, E-2 |
| 2 | Yes | Yes | No | Yes | E0, E-1, E-3 |
| 3 | Yes | No | Yes | Yes | E0, E-2, E-3 |
| 4 | Yes | No | No | Yes | E0, E-3 |
| 5 | Yes | Yes | No | No | E0, E-1 |
| 6 | Yes | No | Yes | No | E0, E-2 |
| 7 | Yes | No | No | No | E0 |

- ✓ In case of non-availability of polled spot price on expiry day (E0) due to sudden closure of physical market under any emergency situations noticed at the basis centre, BSE will decide on further course of action for determining FSP in consultation with SEBI.
- ✓ The price arrived at as above shall be adjusted by applying freight adjustment factor /Discount/Premium on up country delivery and the discount / premium in respect of quality, quantity etc. in accordance with the adjustments specified in the Contract Specifications.

4. Settlement/Delivery Framework

➤ **Delivery Framework under Staggered Delivery**

In case of Compulsory Delivery futures contracts where staggered delivery is mandated, the framework shall be as given below:

- ✓ The tender period shall start with onset of the applicable staggered delivery period as specified in respective contract specifications. In case the day happens to be a Saturday, Sunday or a predefined holiday, the tender period shall start from the next working day.
- ✓ Seller/buyer shall have an option of marking an intention of giving/taking delivery on any day from start of the tender period up to expiry of the contract as specified in respective contract specifications.

- ✓ ICCL shall allocate delivery to buyers having open long position such that all buyers have an equal opportunity of being selected to receive delivery irrespective of the size or value of the position by adopting random allocation methodology. However, preference may be given to buyers who have marked an intention of taking delivery.
- ✓ If the tender date is T, then commodity–funds pay-in and pay-out shall happen on days as specified in respective contract specifications but not later than T+2 working date.
- ✓ Open position at expiry of the contract would result in compulsory delivery and would be settled at Final Settlement Price (FSP) of the respective contracts and pay-in and pay-out shall happen on days as specified in respective contract specifications but not later than 2nd working day after expiry.
- ✓ The delivery marking will be done at client level as under:
 - During tender period (against seller intention) – Intention quantity (to the extent of client open position)
 - At contract expiry – All open positions shall be marked for delivery.

➤ **Mechanism for submission of delivery intention**

▪ **Delivery Intention by Seller**

Clearing Member shall submit the sell delivery intention on any tender days for the Gold & Silver through Collateral Management System provided by ICCL. Seller member can submit the delivery intention against the valid commodity (ie. as per the contract specifications of the respective commodity issued by BSE/ICCL reflecting in the Collateral Management System.

The norms for submitting the Delivery Intention through Collateral Management System are as under:

- ✓ Sell-Delivery intention can be submitted during the pre-defined tender days and within specified time.
- ✓ Sell- Delivery intentions should be given in multiples of Deliverable Lots only.
- ✓ Sell- Delivery intention under staggered delivery shall be valid only for the tender day.
- ✓ Since commodity is maintained at the client level, Clearing Member should submit intention(s) at Client Level during the tender days and make arrangements for commodities pay-in at client level towards delivery settlement.
- ✓ Sell- Delivery intention cannot be modified/ withdrawn after specified timelines.
- ✓ Sell- Delivery intention marked for delivery would be considered only to the extent of open position at the close of market on the tender day during staggered delivery.

▪ **Delivery Intention by Buyer**

Clearing Member shall submit the buy delivery intention on any tender days & expiry day for the Gold & Silver through the Collateral Management System provided by ICCL.

The norms for submitting Delivery Intention through Collateral Management System are as under:

- ✓ Buy-Delivery intention can be submitted during the pre-defined tender days and within specified time.
- ✓ Buy-Delivery intentions should be given in multiples of Deliverable Lots only.
- ✓ Buy-Delivery intention under staggered delivery shall be valid only for the tender day.
- ✓ Clearing Member should submit buy intention(s) at Client Level and make arrangements for funds pay-in at client level towards delivery settlement.
- ✓ Buy-Delivery intention cannot be modified/ withdrawn after specified timelines.
- ✓ Buy-Delivery intention would be marked for delivery only to the extent of open position at the close of market on the tender day during staggered delivery and at expiry of the contract.
- ✓ Buy-Delivery intentions would be considered to the extent of the delivery intentions marked by the seller.

➤ **Timings for submission of Delivery Intentions**

The timings for submission of delivery intentions to ICCL (during specified working days) is as specified in respective contract specifications and the same are reiterated as under:

| Contracts | Specified working/ Tender Days | Timelines for Delivery Intention Submission / modification | Timelines for Message broadcast |
|------------------|---|---|--|
| Gold, Silver | Monday to Friday | Up to 07:30 pm | Up to 08:00 pm |

ICCL shall disclose on its website the delivery intent of the hedgers on a daily basis in an anonymous manner.

➤ **Commodity Delivery Settlement Process**

▪ **Commodities Pay-in**

- ✓ The seller clearing member shall select the respective commodity for delivery through the Collateral Management System against their delivery obligations.

- ✓ In the Collateral module, the clearing member would be able to select the quantity of commodity, respective client details, token no, expiry date etc. out of the commodity deposited in the Vault/Warehouse for delivering in the settlement.
- **Commodities Pay-out**
- ✓ The buyer clearing member would be able to view the details of the commodities credited in the Collateral Management System after the completion of the pay-out.
- **Submission of Delivery related documentation**

The buyer shall provide the post allocation details after the commodity payout through Collateral Management System for invoicing/other documentation purpose. Based on the details submitted by Buyer, the Seller shall raise invoice and send the invoice at the address provided by buyer in the Collateral Management System. Once the invoice is received by the Buyer, Buyer shall confirm the date of receipt of Invoice in the Collateral Management System.

- ✓ The Activity Schedule for submission of details for invoicing/documentation post-delivery details through Collateral Management system will be provided by ICCL vide the delivery settlement calendar published by ICCL from time to time.
- ✓ Taxes, Duties, Cess and other Levies shall be as specified by BSE/ICCL in the relevant contract launch circular. The Member giving delivery and the Member taking delivery will exchange appropriate tax forms as provided in Tax Laws.
- ✓ All the Sellers giving delivery of goods and all the buyers taking delivery of goods shall have the necessary GST Registration as required under the Goods & Service Tax (GST) Act applicable to the jurisdiction of the delivery centers and obtain other necessary licenses, if any. The Clearing Members should ensure that the seller who has raised the invoice on the buyer with GST registration number, HSN Code and other particulars, as required under GST, shall file all the statutory GST Returns within the stipulated date.
- ✓ The Seller/ Buyer Clearing Members would be wholly responsible for all statutory compliances applicable to their transactions. It shall be the responsibility of the respective Clearing Members to pay all applicable statutory fee, stamp duty, taxes and levies in respect of all deliveries as well as futures contracts directly to the concerned Central/State/Local Government Departments and BSE/ICCL shall not be held liable or accountable or responsible on account of any non-compliance thereof.
- ✓ The Buyer Member is required to inform discrepancy/non receipt of invoice/ delivery related documents etc. or other required information to Seller Member/ICCL within the above prescribed timelines. In the event of non-receipt of any such reference of discrepancies/ non-receipt of invoice/ delivery related documents etc. in respect of the invoice and applicable delivery related documents within the above prescribed period, Seller Member/ Buyer Member and their clients shall be deemed to have exchanged all requisite documents and information and ICCL shall not entertain any communication in this regard after the above prescribed period.

➤ **Delivery Settlement Calendar:**

- ✓ ICCL shall issue a settlement calendar in advance, stipulating the various activity schedule such as Funds Pay-in and Funds Pay-Out, Commodity Pay-in and Commodity Pay-out, settlement of variance in weight & grade, delivery penalties, settlement dues amount etc.
- ✓ Members should refer the settlement calendar issued by ICCL from time to time.

➤ **Delivery Allocation Details**

- ✓ The allocation details of the commodity shall be available in the Collateral Management System.
- ✓ The allocation details would inter alia cover the variances in the weight & grade, location premium/discount amount, settlement dues amount, values of the final settlement amount etc.

5. Early pay-in

- ✓ An early pay-in facility is being provided in ICCL Collateral Management system to clearing members for earmarking idle balance of deposited commodities towards early pay-in against sell position of relevant futures contracts.
- ✓ Clearing Members having idle/free commodity can earmark the idle/free balance towards early pay-in of commodity against their existing short open positions for availing the benefits of margin exemption.
- ✓ For such short positions against which early pay-in has been made, based on risk perception, will be exempted from imposition of all types of margins levied. However, ICCL shall continue to collect mark to market margins from such market participants against such positions.
- ✓ In case of compulsory delivery contracts, delivery to the extent of open position at the expiry of the contract will be mandatory after claiming early pay-in facility on the position.

6. Give-up/Take-up facility

Institutions / Domestic Corporate Bodies and such other entities/firms etc., can apply for allotment of a Custodial Participant Code (CP Code) to ICCL for institutional participation in Commodity Derivatives segment. The CP Clients will have a facility to execute trades through one or more trading members and settle through a single clearing member of ICCL.

- ✓ Members can give-up trades pertaining to their Custodial Participant clients who want to settle their trades through other Clearing Members.
- ✓ The Clearing Members of the custodial participants need to confirm such trades to take-up the positions for settlement. Such trades shall be confirmed by the Clearing Members in such manner, within such time and through such facility as may be provided to Clearing Members from time to time by the Exchange/ICCL.
- ✓ The trades which have been confirmed by Clearing Members will form part of the obligations of concerned Clearing Members and such Clearing Members will be responsible for all obligations arising out of such trades including the payment of margins, penalties, any other levies and settlement of obligations.
- ✓ In case of trades which have not been confirmed by Clearing Members of the Custodial Participants, will be considered as trades pertaining to the Trading Members entering such trades and shall form a part of the obligations of Clearing Members, who clear and settle for such Trading Members.

- ✓ ICCL has provided the facility for setting take-up limits at Custodial Participant Code (CP Code) level and for on-line, real time auto take-up/confirmation of trades. The said facility is available in the Real Time Risk Management System (RTRMS) module. The salient features of the said facilities in the RTRMS module are as follows:
- ✓ CP - Clearing Members can select the option on RTRMS screen to activate their respective CP codes for the facility of auto take-up/confirmation of trades till 5.00 pm on any working day. Such selected CP Codes will get activated for auto take-up/confirmation on the next trading day.
- ✓ Default value of the set limit for all mapped CP Codes (auto-take up as well as manual take-up mode) would be zero (0) in RTRMS. For taking up of trades up to the assigned limit, the CP-Clearing Members would be required to set specific CP Code limit or select the option of 'unlimited' for taking-up position without any set limit.

➤ **Auto Take-up process**

- ✓ Through the CP Code limit setting window in RTRMS, CP-Clearing Members can set limit for auto take-up of trades for each of their mapped CP Code. Accordingly, the system would accept trades for auto confirmation up to the set limit in respect of the activated CP Codes.
- ✓ On reaching the set limit of margin utilisation, the pending trades under such CP code would get transferred to manual take-up mode and margin limits of the Trading Member/Clearing Member (mapped with the Trading Member) would get utilised as per the existing process.
- ✓ CP-Clearing Members can on-line enhance the limit for such CP Code for re-activating the auto take-up function for the respective CP Code. However, enhanced limit would be applicable for trades received by RTRMS after enhancement of such limit.
- ✓ The trades transferred to manual confirmation mode as mentioned above would be required to be taken-up manually by the CP-Clearing Members.
- ✓ The trades of CP Code in auto confirmation mode would automatically get transferred under the concerned CP-Clearing Member in RTRMS module without any manual intervention subject to the abovementioned conditions.

➤ **Manual Take-up process**

- ✓ The process for manual take-up would remain unchanged except for setting CP Code Limit as explained above.
- ✓ Once the confirmed trades appear under the CP-Clearing Member, all types of margins pertaining to such trades will be utilised from the collateral deposits of the concerned CP Clearing Member on an on-line, real time basis.
- ✓ However, if such CP-Clearing Member confirming (taking-up) the trades do not have sufficient un-utilised collateral, then such trades will not get confirmed and margins of the Clearing Member (mapped with the Trading member) would be utilised.

7. Empanelment of Vaults for Delivery of Gold & Silver

M/s Brink's India Pvt. Ltd (Hereinafter referred as Brink's) and M/s Sequel Logistics Pvt. Ltd (Hereinafter referred as Sequel) have been empanelled by ICCL for storing and effecting delivery in Gold and Silver.

The details of the vault address, contact person, charges etc. are given in Appendix 3 for Brink's & Appendix 4 for Sequel.

➤ **Process for depositing Gold & Silver in the Vault**

- ✓ Market participants desirous of giving delivery against the Bullion contracts traded on the Exchange platform would approach the Vaults for depositing the commodities.
- ✓ At the time of deposit, deposit request from the Clearing Member would be submitted to the vault. Clearing Member would complete the documentation required by the vaults.
- ✓ The deposit request would contain the details like name & clg no of trading member/ clearing member, client, deposit request date, name of commodity, name of refinery, purity, bar no and weight of each bar etc.
- ✓ Member shall also provide the following details to the Vault in Excel (CSV) format.

| Bar No. | Grade | Weight | Assayer ID |
|---------|-------|--------|------------|
| | | | |

- ✓ Once the vault is satisfied with the details submitted by the Clearing Member and the other details like quality, refinery details, weight etc. of the Bullion, the commodity would be allowed to be deposited in the Vault.
- ✓ The Vault would give an Acknowledgement Slip after acceptance of the commodity to the depositor.
- ✓ Vault would enter the details of the commodities in the Collateral Management system of ICCL.
- ✓ The commodity would reflect in the system. Clearing Members can select and mark the Commodity towards collateral / early pay-in/ Intention marking & Delivery Pay-In.

➤ **Process for withdrawal of Gold & Silver from the Vault**

- ✓ Market Participants desirous of taking physical delivery of the commodities from the Vaults would be required to submit the request through their Clearing Members.
- ✓ Clearing Members would place the commodity withdrawal request through the system provided by ICCL.
- ✓ Withdrawal request shall be routed to ICCL for approval.
- ✓ After receipt of release order from ICCL, the vault would deliver the commodity to the authorised representative of the clearing member.
- ✓ The Authorised Representative of the Clearing Member shall submit an Authorization Letter, Identity Proof and any other document as required by the vault as per Appendix 5.
- ✓ The Vault will carry out due diligence process and release the commodity to the Authorized Representative of the Clearing Member.
- ✓ The Vault officials, in case of any discrepancy or doubt or any other reason, may refuse to issue / release the commodity to the Authorized Representative of the clearing member, under intimation to ICCL.

Appendix 1: List of Clearing Banks

| Sr. No. | List of Designated Clearing Banks |
|---------|---|
| 1 | Axis Bank Limited |
| 2 | Bank Of Baroda |
| 3 | Bank Of India |
| 4 | Canara Bank |
| 5 | Central Bank of India |
| 6 | Citibank N.A. |
| 7 | Corporation Bank |
| 8 | Deutsche Bank AG |
| 9 | HDFC Bank Limited |
| 10 | Hongkong and Shanghai Banking Corporation Limited |
| 11 | ICICI Bank Limited |
| 12 | IDBI Bank Limited |
| 13 | IndusInd Bank Limited |
| 14 | Kotak Mahindra Bank Limited |
| 15 | Punjab National Bank |
| 16 | Standard Chartered Bank |
| 17 | State Bank Of India |
| 18 | Union Bank of India |
| 19 | Yes Bank Limited |

Appendix 2: Format of member's request letter for change of Designated Bank

Date:

**Manager,
Indian Clearing Corporation Ltd. (ICCL)
Phiroze Jeejeebhoy Towers
Dalal Street, Fort Mumbai - 400 001**

Dear Sir,

Re: Change of Designated Bank for Clearing & Settlement Purpose

I/We _____ Clg.No. _____ is/ are having A/c. No. _____ with _____ Bank for margins /clearing & settlement obligations of ICCL – BSE Commodity Derivatives Segment. I/We wish to shift my / our designated bank from _____ to _____ bank.

Our Account No. with _____ bank is _____ and we wish to designate the same for Clearing & Settlement purpose including margin payments for ICCL – BSE Commodity Derivatives Segment.

I/We agree that the operations in the abovementioned account would start only after receiving intimation regarding the same from ICCL.

You are requested to please do the needful. Signature & Stamp of the Member(s) / Director(s)

Name & Signature

Stamp of the Member(s) / Director(s)

Appendix 3:

| | | |
|---|---|-----------------------|
| Name of Vault | M/s Brink's India Private Limited | |
| Vault Address | Plot No. 28/15/1, Opp Nobat Singh Chambers, Near Dudheswar Pani Tanki, Mahakali Mandir Road, Tavadiपुरa, Ahmedabad – 380004 | |
| Contact Person | Mr. Kuldeep Singh / Mr. Sandip Singh | |
| Contact Details | 079-25622347,25622358,25622359 Cell: 8511120552/8511142869 | |
| E-Mail ID | Release.amd@BrinksGlobal.com | |
| <u>Commodity Types and Rates</u> | | |
| Vault Charges* | Gold (1 Kg) | Rs.20 per day per Bar |
| | Silver (27-33 Kg) | Rs.20 per day per Bar |

***Taxes extra as applicable from time to time**

***Additionally, transaction charge of Rs. 400/- per deposit or withdrawal (inclusive of Service Tax) shall be payable directly to the vault.**

Notes:

- ✓ Members may note that above Vault Charges shall be levied for the actual number of days the goods are stored. However, the Buyers shall be exempted from payment of Vault Charges, provided they lift the goods on the commodity pay-out day.
- ✓ Vault charges of client/TM/CM shall be collected from their respective Clearing Member.

Appendix 4

| | | |
|------------------------|--|-----------------------|
| Name of Vault | M/s Sequel Logistics Pvt. Ltd | |
| Vault Address | 29/B, Shrimali Society, Opp. Passport Seva Kendra, Navrangpura, Ahmedabad-380 009. | |
| Contact Person | Mr.Ramprasad Sahu | |
| Contact Details | 079 – 2640 9689/90/91 Extn: 214 Cell 09016346699 | |
| Fax No. | 079- 26409694 | |
| E-Mail ID | bse@sequel.co.in | |
| Vault Charges* | Gold (1 Kg) | Rs.20 per day per Bar |
| | Silver (27-33 Kg) | Rs.20 per day per Bar |

***Taxes extra as applicable from time to time**

***Additionally, transaction charge of Rs. 250/- per deposit or withdrawal (inclusive of Service Tax) shall be payable directly to the vault.**

Notes:

- ✓ Members may note that above Vault Charges shall be levied for the actual number of days the goods are stored. However, the Buyers shall be exempted from payment of Vault Charges, provided they lift the goods on the commodity pay-out day.
- ✓ Vault charges of client/TM/CM shall be collected from their respective Clearing Member

Appendix 5: Format of the Authorization Letter for taking delivery from the Vault / Warehouse

Date: _____

Vault Name: _____

Vault Address: _____

Dear Madam / Sir,

Sub: Authorization Letter for lifting of Delivery from Vault / Warehouse

| | | | |
|---------|--|----------|--|
| CM Code | | CM Name | |
| TM Code | | TM Name | |
| UCC | | UCC Name | |

We hereby appoint and authorize the following person to take delivery of _____ KG / MT of _____ (Commodity) from the _____ location of _____ (Name of Vault on our behalf

| Name of the Authorized Representative | Specimen Signature | Document towards Proof of Identity | Photograph |
|---------------------------------------|--------------------|---|---|
| | | Doc (please tick) : PAN Card Voter's Id Aadhaar Card | Photograph to be attested by the CM (stamp & signature to be partly affixed on and partly off the photograph) |
| | | No : | |

We hereby agree and confirm that we have received the commodity from the vault as per the details mentioned above.

Thanking you,

 Name & Signature of the Authorized Signatory along with company stamp
 Contact Number: _____