Contract Specification of Cotton Futures

Contract Start Day Last Trading Day Trading Session Trading Unit Quotation/Base Value Maximum Order Size 1 Tick size (minimum price movement) Price Quote Daily Price Limits An addition margin (of deemed for when is not price in the market of the ma	COTTON						
Contract Start Day Last Trading Day Trading Session Trading Unit Quotation/Base Value Maximum Order Size 1 Tick size (minimum price movement) Price Quote Daily Price Limits An addition margin (of deemed for when is not provide the market of price individent in the market of price	Contracts are available as per the Contract Launch Calendar						
Last Trading Day Trading Session Trading Unit Quotation/Base Value Maximum Order Size 1 Tick size (minimum price movement) Price Quote Daily Price Limits An additional slab limit minutes, only in the minutes, only in	1st Day of the Contract launch month. If 1st day is a holiday, then						
Trading Session Monday to Trading Unit 25 bales Quotation/Base Value Rs. Per base Maximum Order Size 1 1200 bales Itick size (minimum price movement) Price Quote Ex-Wareh duties, lever duties, lever duties, lever duties, lever duties, lever duties per trades she total DPL Initial Margin * Minimum Extreme Loss Margin ** 1% Additional and/ or Special Margin deemed for when is not she marked for Near For indivision one fourt Pelivery Unit In 100 bales (170 quin Basic Delivery Centre)	the following working day.						
Trading Session Trading Unit Quotation/Base Value Maximum Order Size 1 Tick size (minimum price movement) Price Quote DPL shall slab limit minutes, only in the minutes shades s	ng day of the contract month. If last trading day is a holiday						
Trading Session Trading Unit 25 bales Quotation/Base Value Rs. Per bate Maximum Order Size 1 Tick size (minimum price movement) Price Quote Ex-Wareh duties, leventh duties,	then preceding trading day.						
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price movement) Price Quote Ex-Wareh duties, let DPL shall slab limit minutes, only in the minutes purades shall total DPL Initial Margin * Minimum Extreme Loss Margin ** Additional and/ or Special Margin Maximum Allowable Open Position*** Por indiving Near more one fourt Delivery Unit Delivery Unit Basic Delivery Centre Ex-Wareh duties, let Ex-Wareh duties, let Initial slab limit minutes, only in the minutes purades shall slab limites pur							
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DPL shall slab limit minutes, only in the minutes particles only in the market of the market only in the market	duties, levies, charges as applicable.						
Daily Price Limits minutes, only in the minutes provided trades should be total DPL. Initial Margin * Minimum Extreme Loss Margin ** 1% Additional and/ or Special Margin deemed for when is nearly for a mention the market For Near For individed the Market For Near For Individ	have two slabs - Initial and Enhanced Slab. Once the initial						
Daily Price Limits minutes, only in the minutes provided trades should DPL Initial Margin * Minimum Extreme Loss Margin ** 1% Additional and/ or Special Margin deemed for when is not provided the market for individed	of 3% is reached in any contract, then after a period of 15						
Daily Price Limits only in the minutes part trades shat total DPL Initial Margin * Minimum Extreme Loss Margin ** 1% Additional and/ or Special Margin Maximum Allowable Open Position*** Delivery Unit Delivery Unit Delivery Centre only in the minutes part trades shat total DPL Minimum Allowable margin (or deemed for when is not the market for indivivation one fourted) 100 bales (170 quinted) Rajkot	this limit shall be increased further by enhanced slab of 1%,						
minutes p trades sh total DPL Initial Margin * Minimum Extreme Loss Margin ** 1% An additional and/ or margin (or deemed for when is need for when is need for individed for margin (or special Margin for a mention of the market for individed for Near for individed for the market for individed for individed for individed for the market for individed for indi	nat contract. The trading shall be permitted during the 15						
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Initial Margin * Minimum Extreme Loss Margin ** 1% Additional and/ or Special Margin deemed f when is n Maximum Allowable Open Position*** Delivery Unit Basic Delivery Centre Minimum An addition margin (or deemed f when is n For indivior For a mental the market For Near For indivior Near more one fourt) 100 bales (170 quin Rajkot)	all be permitted throughout the day within the enhanced						
Initial Margin * Minimum Extreme Loss Margin ** 1% An additional and/ or Special Margin deemed for when is not the market For indivision Near more one fourt Delivery Unit Initial Margin * Minimum An addition margin (or deemed for when is not the market for indivision Near more one fourt) Delivery Unit 100 bales (170 quin margin)	• • • • • • • • • • • • • • • • • • • •						
Extreme Loss Margin ** 1% An additional and/ or deemed for when is not for indivision for a mental for Near For indivision for indivision for a mental for Near For indivision for indivi	4% or based on SPAN whichever is higher						
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Special Margin Maximum Allowable Open Position*** Delivery Unit Delivery Unit Basic Delivery Centre deemed f when is n For indivi For a menthe the marke For Near For indivi Near more one fourt 100 bales (170 quin	n either buy or sell side) at such percentage, as may be						
Maximum Allowable Open Position*** Delivery Unit Basic Delivery Centre For indiviruhe For Near For indiviruhe Near more one fourt 100 bales (170 quin	it, will be imposed by the Exchange/Regulator, as and						
Maximum Allowable Open Position*** Delivery Unit Basic Delivery Centre For indiviration For Near For indiviration Near more one fourt 100 bales (170 quin Rajkot	when is necessary, in respect of all outstanding positions						
Maximum Allowable Open Position*** Delivery Unit Basic Delivery Centre For a menting the marker For Near For Indivision Near more one fourt 100 bales (170 quin	dual clients: 3,60,000 bales						
Maximum Allowable Open Position*** Delivery Unit Basic Delivery Centre the marker For Near For indivious Near more one fourt 100 bales (170 quin	mber collectively for all clients: 36, 00,000 bales or 15% of						
Open Position*** For Near For indivi Near mor one fourt Delivery Unit Basic Delivery Centre For Near For Ne	the market wide open position whichever is higher.						
Delivery Unit Basic Delivery Centre For Individual Near more one fourt 100 bales (170 quin	Month Delivery						
Delivery Unit Basic Delivery Centre one fourt 100 bales (170 quin Rajkot	For individual clients: 90,000 bales						
Delivery Unit 100 bales (170 quin Basic Delivery Centre Rajkot	Near month member level position limit shall be equivalent to the						
Delivery Unit (170 quin Basic Delivery Centre Rajkot	one fourth of the overall member level position limit.						
Delivery Unit (170 quin Basic Delivery Centre Rajkot	Delivery						
Basic Delivery Centre Rajkot	•						
	(170 quintals* or 48 candy approx.) *+/- 7%						
-1 -							
1) Au	ırangabad (Maharashtra)						
	lgaon (Maharashtra)						
- I							
	di (Gujarat)						
Additional Delivery 2) Ja Centre 3) Ya	lgaon (Maharashtra) vatmal (Maharashtra)						

Quality Specifications on Physical Inspection and HVI Mode	Goods should lie within the Tenderable Range according to defined quality specifications. Outlaying goods will not be accepted for delivery. Ginning Pattern: Roller Ginned Cotton. 1) Basis Grade: Standardized grade as per HVI Middling 31- 3; grades between 11-1 to 31-3 are accepted with Nil premium. Above 31-3 to 41-4 are accepted with discount. 2) Staple 29 mm (-1mm) with discount. Below 28 mm reject and above 29 mm no premium 3) Micronaire (MIC): 3.6 – 4.8 +/-0.1 with discount. Below 3.5 and above 4.9 reject. 4) Tensile Strength: 28 GPT Minimum, Below 28mm rejected. 5) Trash: 3.5% + 1.5% with no premium but discount. More than 5% reject. 6) Moisture: Proposed is should be accepted upto 9%. Acceptable up to 10 %(average) at discount. The premiums/discounts with respect to quality specifications (in respect to Grade, Staple, Micronaire, Trash and Moisture) will be announced by exchange before the launch of contract.					
Physical Condition of Bales	All bales of the lot should be in good condition – should be free from oil/ ink stains penetrating the bale or damaged in any other way. It should have all the proper markings in form the unique PRN for identifying the individual bale as well as a total lot. The label should give details of variety, weight and crop year. The bale must be fully covered with hessian cloth/cotton fabric and no cotton shall be exposed. The bales must be securely strapped with iron bailing hoops / plastic straps.					
Crop conditions	Only Current season Indian crop is deliverable. Season period is 1st October 2018 to 30th September 2019.					
Delivery Period Margin****	Delivery period margins shall be higher of: a. 3% + 5 day 99% VaR of spot price volatility OR b. 25%					
Final Settlement Price****	For contracts where, 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, E1, 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 shall be asunder: Scenario Polled spot price availability FSP shall be simple average of last polled spot prices on: 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 E0, E-2, E-3 4 Yes No No Yes E0, E-2, E-3					

	5	Yes	Yes	No	No	E0, E-1	
	6	Yes	No	Yes	No	E0, E-2	
	7	Yes	No	No	No	EO	
	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, Exchanges shall decide further course of action for determining FSP in consultation with SEBI.						
Delivery Logic	Compulsory Delivery.						

^{*} The Margin Period of Risk (MPOR) shall be 2 days in accordance with SEBI Circular no. SEBI/HO/CDMRD//DRMP/CIR/P/2016/77 dated September 01, 2016 accordingly, the initial margin shall be scaled up by root 2.

Contract Launch Calendar of Cotton (29mm)

Contract Launch Months	Contract Expiry Months
February 2019	March 2019
February 2019	April 2019
February 2019	May 2019
February 2019	June 2019
February 2019	July 2019
March 2019	Aug 2019
April 2019	September 2019
May 2019	October 2019
May 2019	November 2019
May 2019	December 2019

^{**}As per SEBI directive CIR/CDMRD/DRMP/01/2015 dated October 1, 2015

^{***} Pursuant to SEBI circular SEBI/HO/CDMRD/DMP/CIR/P/2017/84 dated July 25, 2017

^{****} As per SEBI directive SEBI/HO/CDMRD/DRMP/CIR/P/2016/77 dated Sep 01, 2016

^{*****} As per SEBI directive SEBI/HO/CDMRD/DRMP/CIR/P/2016/90 dated Sep 21, 2016