NSE Clearing Limited

(Formerly known as National Securities Clearing Corporation Ltd.)

SEGMENT: COMMODITY DERIVATIVES SEGMENT	
Download Ref No: NCL/COM/49864	**Date: October 06, 2021**
Circular Ref. No: 306/2021	

All Members,

Sub: Review of Delivery Default norms in Commodity Derivatives segment

This is with reference to circular NCL/COM/47758 dated March 25, 2021 regarding review of delivery default norms.

In this context please note that following penalty will be levied in case of default by the buyer in the obligations arising out of compulsory delivery contract for non-agriculture commodity:

1. 3% of Settlement Price
2. Replacement cost (difference between settlement price and lower of the last spot prices on the commodity pay-out date and the following day, if the spot price so arrived is lower than Settlement Price, else this component will be zero.)

Norms for apportionment of penalty shall be same as applicable for buyer as given in clause 4.1.4 of SEBI circular SEBI/HO/CDMRD/DRMP/CIR/P/2021/35 dated March 23, 2021

For and on behalf of
NSE Clearing Limited

Onkar Phadnavis
Associate Vice President

Telephone No	Fax No	Email id
1800 266 0057	022-26598269	DL-NSCCL-COMM-CNS@nsccl.co.in