National Stock Exchange of India Limited

Circular

Department: COMMODITY DERIVATIVES	
Download Ref No: NSE/COM/55477	Date: February 02, 2023
Circular Ref. No: 05/2023	

All Members,

Re-launch of Gold Futures (Ex – Customs Duty) in Commodity Derivatives Segment

In continuation to Exchange circular no. 42709 dated November 22, 2019, regarding launch calendar for Gold Futures in the Commodity Derivatives Segment, Members are requested to note the subsequent launch calendar, enabling the re-launch of Gold (Ex-Customs Duty) Futures, has been approved by the SEBI.

The staggered delivery period of Additional delivery centers has been aligned to the staggered delivery period of the Basis delivery center. The contract specifications and launch calendar are provided as follows:

Commodity Name	Annexure No.
Gold (Ex-Customs Duty) Futures	A

The April 2023 and onwards contracts will be available for trading from February 08, 2023, and the respective launch date of the contracts, as per the launch calendar.

For and on behalf of
National Stock Exchange of India Limited

Khushal Shah
Associate Vice President

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Annexure – A

Contract specifications of Gold (Ex-Customs Duty) Futures

PRODUCT PARAMETERS	GOLD FUTURES (EX-CUSTOMS DUTY)
UNDERLYING	Gold
INSTRUMENT TYPE	Futures Contract
UNDERLYING SYMBOL	GOLDEXCUST
DESCRIPTION	GOLDYYMMM
CONTRACT LISTING	Bi - Monthly contracts. Details as per the launch calendar
CONTRACT COMMENCEMENT DAY	6th day of contract launch month. If 6th day is a holiday then the following working day. (Expiry Day + 1)
LAST TRADING DAY (CONTRACT EXPIRY)	5th day of contract expiry month. If 5th day is a holiday then preceding working day. On the day of expiry, the trading shall be allowed up to 11:30 pm/11:55 pm* **based on US daylight saving time period*
TRADING	
TRADING PERIOD	Mondays through Fridays
TRADING SESSION	Monday - Friday 9:00 am to 11:30 / 11:55 pm* * based on US daylight saving time period
TRADING UNIT	1 Kg
QUOTATION / BASE VALUE	₹ per 10 grams
PRICE QUOTE	Ex-Ahmedabad (excluding all taxes and levies relating to import duty, customs, GST, any other additional tax or surcharge on GST)
MAXIMUM ORDER SIZE	10 Kg
TICK SIZE	₹ 1

National Stock Exchange of India Limited

DAILY PRICE LIMIT	The base price limit shall be 6%. In case the daily price limit of 6% is breached, then after a cooling off period of 15 minutes, the daily price limit will be relaxed upto 9%. In case price movement in international markets is more than the maximum daily price limit (currently 9%), the same may be further relaxed in steps of 3% beyond the maximum permitted limit, and informed to the Regulator immediately
INITIAL MARGIN	Minimum margin based on volatility category or based on SPAN whichever is higher
EXTREME LOSS MARGIN	1%
ADDITIONAL AND / OR SPECIAL MARGIN	In case of additional volatility, an additional margin (on both buy & sale position) and/ or special margin (on either buy or sale position) at such percentage, as deemed fit; will be imposed in respect of all outstanding positions
MAXIMUM ALLOWABLE OPEN POSITION	For a member collectively for all clients: 50 MT or 20% of the market wide open position whichever is higher, for all Gold contracts combined together. For individual client: 5 MT for all Gold contracts combined together or 5% of the market wide open position whichever is higher, for all Gold contracts combined together.
DELIVERY	
DELIVERY UNIT	1 Kg
DELIVERY PERIOD MARGIN	Delivery period margins shall be higher of: a. 3% + 5 day 99% VaR of spot price volatility Or b. 20%
DELIVERY CENTRE	Designated clearing house facilities at Ahmedabad
ADDITIONAL DELIVERY CENTRE	Delhi, Mumbai & Chennai
QUALITY SPECIFICATION	995 purity. Serially numbered gold bars supplied by LBMA approved suppliers or below mentioned NSE empanelled refiners; to be submitted along with supplier's quality certificate. 1. Kundan Care Products Ltd* 2. Augmont Enterprises Pvt Ltd* 3. GGC Gujarat Gold Centre Pvt Ltd*

National Stock Exchange of India Limited

	* The acceptance of gold bars produced by the NSE empanelled Refiners has been temporarily halted, until further notice.
IF THE SELLER OFFERS DELIVERY OF 999 PURITY	Seller will get a proportionate premium and sale proceeds will be calculated as under: Rate of delivery* 999/ 995 If the quality is less than 995, it is rejected.
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 daysviz.,E0 (expiry day), E-1 and E-2.Inthe 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 shall 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, Exchange shall decide further course of action for determining FSP in consultation with SEBI. Note: The spot price considered for the purpose of FSP computation shall be the spot price without custom Duty as disseminated by the exchange for Gold (1Kg) contracts.
DELIVERY LOGIC	Compulsory Delivery
SETTLEMENT OF CONTRACT	On expiry all the open positions shall be marked for delivery. Delivery pay-in will be on E + 1 basis by 11.00 a.m. except Saturdays, Sundays and Trading Holidays.
STAGGERED DELIVERY PERIOD	Five working days prior to expiry of contract including expiry day.

Contract Launch Calendar for Gold (Ex-Customs Duty) futures

Contract Launch Month	Contract Expiry Month
February 08, 2023	April 2023
	June 2023
	August 2023
	October 2023
	December 2023
	February 2024
April 2023	April 2024
June 2023	June 2024
August 2023	August 2024
October 2023	October 2024
December 2023	December 2024