National Stock Exchange of India Limited

Circular

Department: COMMODITY DERIVATIVES	
Download Ref No: NSE/COM/58924	Date: October 13, 2023
Circular Ref. No: 70/2023	

All Members,

Introduction of Gold Guinea Futures (8 grams) in Commodity Derivatives Segment

Exchange is pleased to inform members that with reference to approval received from SEBI for Gold Guinea Futures (8 grams) and shall be made available for trading in Commodity Derivatives segment with effect from October 16, 2023.

The details of contract specifications are available in Annexure A and launch calendar details are available in Annexure B.

The risk management, clearing & settlement details shall be intimated separately by NCL.

The contract.gz file made available to trading members on the NSE Extranet (Path: /comtftp/comtcommon) from October 13, 2023, end of day and will reflect the new contracts. Members are advised to load the above file in the trading application before trading on October 16, 2023.

For and on behalf of
National Stock Exchange of India Limited

Bharat Gandhi
Chief Manager

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Annexure – A

Contract Specifications: Gold Guinea Futures (8 Grams)

Symbol	GOLDGUINEA
Description	GOLDGUINEAYYMMMFUT
Instrument	FUTBLN
Contract Listing	Contracts are available as per the Contract Launch Calendar.
Contract Start Day	1^{st} day of contract launch month. If 1^{st} day is a holiday, then the following working day.
Last Trading Day	Last calendar day of the contract expiry month. If last calendar day is a holiday then preceding working day.
Trading	
Trading Period	Mondays through Fridays
Trading Session	Monday to Friday: 9.00 a.m. to 11.30/ 11.55 p.m.
Trading Unit	8 grams
Quotation/Base Value	8 grams
Price Quote	Ex-Ahmedabad (inclusive of all taxes and levies relating to import duty, customs but excluding GST, any other additional tax, cess, octroi or surcharge as may be applicable)
Maximum Order Size	10 kg
Tick Size (Minimum Price Movement)	Re. 1 per 8 grams
Daily Price Limits	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%) or if international price is beyond maximum daily price limit range (after appropriate currency conversion) when compared with closing price on previous day on domestic exchange, the same may be further relaxed in steps of 3% beyond the maximum permitted limit, by giving appropriate notice to the market. Only in the event of exceptional circumstances, where there is extreme price movement, beyond the initial slab of the daily price limit, in the international markets, during trading hours or after the

	closure of trading on domestic exchanges, the daily price limit may be relaxed directly by the required level, by giving appropriate notice to the market.
Initial Margin	Will be specified by NSE Clearing Corporation by separate circular
Extreme Loss Margin	Will be specified by NSE Clearing Corporation by separate circular
Additional and/ or Special Margin	Will be specified by NSE Clearing Corporation by separate circular
Maximum Allowable Open Position	For individual client: 5 MT or 5% of the market wide open position whichever is higher for all gold contracts combined together. 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.
Delivery	
Delivery Unit	8 grams and in multiples thereof
Delivery Period Margin	Will be specified by NSE Clearing Corporation by separate circular
Delivery Center(S)	Designated Clearing House facilities at Ahmedabad
Quality Specifications	999 purity. It should be serially numbered Gold Guinea supplied by LBMA approved suppliers or other suppliers as may be approved by NSE, to be submitted along with supplier's quality certificate
Staggered Delivery Tender Period	The staggered delivery tender period would be the last 5 trading days (including expiry day) of the contracts. The seller/buyer having open position shall have an option, of submitting an intention of giving/taking delivery, on any day during the staggered delivery period. On expiry of the contract, all the open positions shall be marked for compulsory delivery.
Delivery allocation	Allocation of intentions received to give delivery during the day to buyers having open long position shall be as per random allocation methodology to ensure that all buyers have an equal opportunity of being selected to receive delivery irrespective of the size or value of the position. However, preference may be given to buyers who have marked an intention of taking delivery. Funds pay-in of the delivery allocated to the buyer will be on T+2

	working days i.e. excluding Saturday, Sunday & Public Holiday. The buyer to whom the delivery is allocated will not be allowed to refuse taking delivery. If the seller fails to deliver, the penal provisions as specified for seller default shall be applicable.
Delivery order rate	On Tender Days: The delivery order rate (the rate at which delivery will be allocated) shall be the closing price (weighted average price of last half an hour) on the respective tender day except on the expiry date. On Expiry: On expiry date, the delivery order rate or final settlement price shall be the Due Date Rate (DDR) and not the closing price.
Due Date Rate (Final Settlement Price)	Exchange shall announce the DDR based on the Ahmedabad Spot price for Gold (10gms) 995 purity, which shall be converted to 999 purity (Gold Spot price 995 purity * 999/995), polled on the last day of the expiry of this Gold Guinea contract by around 5.00pm. The arrived spot price will be converted for 8 grams Gold
Delivery Logic	Compulsory

A) The Margin Period of Risk (MPOR) shall be in accordance with SEBI Circular no. SEBI/HO/CDMRD/DRMP/CIR/P/2020/15 dated February 27, 2020.

B) For all the applicable margins, refer to the latest circulars issued by NCL from time to time.

Annexure B

Proposed Contract Launch Calendar of Gold Guinea Futures (8 grams)

Contract Launch Months	Futures Contract Expiry Months
October 16, 2023	November 2023
	December 2023
	January 2024
November 2023	February 2024
December 2023	March 2024
January 2024	April 2024
February 2024	May 2024
March 2024	June 2024
April 2024	July 2024
May 2024	August 2024
June 2024	September 2024
July 2024	October 2024

The launch calendar may undergo some changes based on the announcement and revision in the holiday list.

The specific dates of launch and expiry will be announced before the launch of contracts based on the announcement of the holiday list.

Kindly refer latest circular issued by Exchange / Clearing Corporation for updated Margins, Position Limits and Expiry Dates etc.