NSE Clearing Limited

Department: Commodity Derivatives Segment	
Download Ref No: NCL/COM/73616	**Date: April 06, 2026**
Circular Ref. No: 0125/2026	

All Members

Sub: Clearing, Settlement & Risk management Procedure of Futures contracts on Brent Crude Oil (Platts) in Commodity Derivatives Segment.

This is with reference to circular no. NSE/COM/73512 dated March 27, 2026, for Introduction of Futures contracts on Brent Crude Oil (Platts) in Commodity Derivatives Segment.

Members are requested to note that NSE Clearing Limited will offer Clearing and settlement services for trades executed on Futures contracts on Brent Crude Oil (Platts) in Commodity Derivatives Segment of National Stock Exchange of India Limited (NSEIL).

In this reference, NSE Clearing notifies details of Clearing, settlement and risk management which are as follows:

Sr. No.	Commodity Name	Annexure No.
1.	Brent Crude Oil (Platts) Futures	A

For any queries related to Risk Management, Clearing and Settlement, members are requested to contact NSE Clearing Limited.

For and on behalf of
NSE Clearing Limited

Nisha Pillai
Vice President

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Annexure A

Settlement Mechanism	The contract would be settled in Cash
Last Day of Trading	Last Day of Trading at the exchange shall the Last Business Day of the contract expiry month. If last calendar day is a holiday, then preceding working day.
Daily Settlement Price	Daily Settlement Price for mark to market settlement of unexpired futures contracts shall be the closing price of such contracts on the trading day. The closing price for unexpired futures contract shall be calculated on the basis of the last half an hour weighted average price of such contract, subject to minimum 10 trades in last half hour or weighted average price of last 10 trades of the day for such contract or such other price as may be decided by the relevant authority from time to time.
Final Settlement Price	Final Settlement Price shall be the monthly simple average price, in Indian rupees, of the S&P Global Energy's (Platts) Dated Brent assessments (mid - point of the high and low) for the respective contract month. The monthly simple average RBI USDINR reference rate of the respective contract month will be used for the conversion. The price so arrived will be rounded off to the nearest tick. For example, on the day of expiry, if the monthly simple average of Platts Dated Brent assessment price is \$67.30 and the monthly simple average RBI USDINR reference rate is 85.20, then FSP for NSE Dated Brent Crude Oil (Platts) Futures contract would be Rs. 5734 per Barrel (i.e., \$67.30 * 85.20 and rounded off to the nearest tick).
Initial Margin	Clearing Corporation shall adopt SPAN® (Standard Portfolio Analysis of Risk) system or any other system for the purpose of real time margin computation. The Initial Margin requirement shall be to cover potential losses for at least a 99% VaR subject to minimum percentage floor value as prescribed by SEBI from time to time. The minimum margin percentage and minimum MPOR shall be based on the volatility category as under or as may be specified by the Clearing Corporation from time to time. **Spread Margins-** Clearing Corporation shall levy a minimum of 25% of the initial margin on each of the individual legs of the spread. Maximum benefit in initial margin on spread positions shall be restricted to 75%. Initial margin benefit shall be

	provided only when each individual contract in the spread is from amongst the first six expiring contracts. Further margin benefit on spread positions shall be entirely withdrawn latest by the start of tender period or Expiry Day, whichever is earlier. **<u>Intra-day crystallized Losses-</u>** Clearing Corporation shall calculate and levy Intraday Crystallized Losses (ICMTM) for all trades which are executed and results in closing out of open positions.
Extreme Loss Margin	Clearing members shall be subject to ELM in addition to initial margins. ELM of 1% on gross open positions for futures shall be levied and shall be deducted from the liquid assets of the clearing member on an online, real-time basis. No benefit in Extreme Loss Margins (ELM) shall be provided for spread positions i.e. ELM shall be charged on both individual legs.
Pre-expiry margins	Pre-expiry margins shall be levied during the last five trading days prior to expiry date, wherein they shall increase by 5% every day.
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.
Concentration margins	Clearing Corporation may impose adequate concentration margins (only on concentrated positions) to cover the risk of longer period required for liquidation of concentrated positions in any commodity.
Maximum Allowable Open Position	For a member collectively for all clients: 40,00,000 Barrels or 20% of the market wide open position, whichever is higher, for all Dated Brent Crude Oil contracts combined together.
MTM Pay-in & Pay-out	T+1 working day by 09.00 a.m. (“T” stands for Trade day)
Penal Provision	Penalties as applicable for Fund shortages shall be levied.
Close Out of Outstanding Positions	All outstanding positions on the expiry of contract, will be settled as per the Final Settlement Price (FSP).