

**Contract Specifications of Platinum**

<b>Symbol</b>	PLATINUM
<b>Description</b>	PLATINUMMM MMY
<b>Contracts available for trading</b>	
March 2010 Contract	After approval of the Commission to the close of business on the third business day prior to the end of the contract month (excluding Saturdays or any other trading holidays).
June Contract 2010	After approval of the Commission to the close of business on the third business day prior to the end of the contract month (excluding Saturdays or any other trading holidays).
September Contract 2010	First week of October 2009 to the close of business on the third business day prior to the end of the contract month (excluding Saturdays or any other trading holidays).
December Contract 2010	First Week of January 2010 to the close of business on the third business day prior to the end of the contract month (excluding Saturdays or any other trading holidays).
<b>Trading</b>	
<b>Trading period</b>	Mondays through Saturdays
<b>Trading session</b>	Monday to Friday: 10.00 a.m. to 11.55 p.m. Saturday: 10.00 a.m. to 2.00 p.m.
<b>Trading unit</b>	250 gms
<b>Quotation/Base Value</b>	Rs. per 1 gm
<b>Price Quote</b>	Ex-Mumbai (excluding all taxes, levies and other expenses)
<b>Maximum order size</b>	5 Kg
<b>Tick size (minimum price movement)</b>	50 Paise per 1 gram
<b>Daily price limits</b>	4 %
<b>Initial margin</b>	5 %
<b>Special margin</b>	In case of additional volatility, a special margin at such percentage, as deemed fit, will be imposed on both buy and sale side in respect of all outstanding position, which will remain in force till volatility persists, after which the special margin will be relaxed.
<b>Maximum allowable open position</b>	For individual client: 100 Kgs For a member collectively for all clients: 300 Kgs or 15% of the market – wide open position, whichever is higher.

<b>Delivery</b>	
<b>Delivery unit</b>	250 gms
<b>Delivery Period Margin</b>	25%
<b>Delivery Centre</b>	Mumbai at Exchange designated Vaulting/Warehouse/Clearing House Facilities.
<b>Quality specifications</b>	Fine Platinum of minimum 99.95% purity Physical Form: Bars (Ingots) It should be serially numbered bars supplied by LPPM approved suppliers or other suppliers as may be approved by MCX to be submitted along with supplier's quality certificate.
<b>Delivery Logic</b>	Both Option
<b>Due Date Rate</b>	Due Date Rate is calculated on the last day of the contract expiry, by taking International price of Platinum from Bloomberg and it would be multiplied by Rupee – US Dollar rate as notified by Reserve Bank of India on that particular day.

### Delivery and Settlement Procedure of Platinum

<b>Delivery logic</b>	Both Option
<b>Tender day</b>	1 <sup>st</sup> working day after expiry of contract by 6.00 p.m.
<b>Tender and delivery period</b>	1 <sup>st</sup> to 3 <sup>rd</sup> working days after expiry of the contract.
<b>Buyer's and Seller's Intention</b>	On the contract expiry day by 6.00 p.m. Seller will submit copies of relevant documents as evidence that he is holding stock at the time of giving his intention.
<b>Mode of communication</b>	Fax / Courier
<b>Matching of Buyer's and Seller's intention</b>	On the basis of intention received from the buyers and sellers, the Exchange will match the total quantity offered by the buyers and sellers and with respect to the matched quantity, the allocation of delivery between the buyers and sellers will be done. The unmatched quantity of open position will be closed out as per DDR and actual delivery will be effected only to the extent of matched quantity.
<b>Dissemination of the information on delivery intention on TWS</b>	On the contract expiry day by 7.00 p.m.
<b>Delivery period margin</b>	25% margin will be imposed during tender and delivery period on both buyers and sellers on matched quantity.
<b>Exemption from delivery period margin</b>	Delivery period margin is exempted if the Seller provides with documentary evidence of the delivery at the Exchange's designated delivery center.
<b>Delivery allocation</b> - Date - Rate	On expiry date of the Contract At due date rate (DDR)
<b>Delivery pay-in</b>	On tender days
<b>Delivery pay-out</b>	E+3 working day by 11.00 a.m.(E-Expiry date)
<b>Pay-in of funds</b>	E+2 working day by 11.00 a.m.
<b>Pay-out of funds</b>	E+3 working day by 11.00 a.m. In case the buyer opts for second sampling, he has to inform the Exchange on E+ 2 working days by 6.00p.m and in such case the pay-out of funds will be released only after completion of sampling procedure.
<b>Penal provisions</b>	After getting (matching) intentions from the buyer and seller to take or give delivery, if any of the party fails to honour his obligations, a penalty of 2.5% of the DDR will be imposed on him.

	<p>Additionally, a replacement cost of 0.5% will be recovered from the defaulting buyer/seller.</p> <p>Apportioning of the penalty:</p> <ul style="list-style-type: none"> <li>➤ 2%(i.e. 80% of penalty amount) will be credited to IPF</li> <li>➤ 0.5%(i.e. 20% of penalty amount ) will be credited to the counter party</li> </ul> <p>While, out of the replacement cost recovered, 90% will be passed on to the counterparty and 10% will be retained by the Exchange towards administrative expenses.</p>
<b>Taxes, Duties,Cess and Levies</b>	Price is not inclusive of import duty, sales tax/Vat, or any other additional tax or surcharge on VAT, local taxes and octroi. The buyer has to pay all such duties at the time of taking delivery.
<b>Close out of open positions</b>	All outstanding positions on the expiry of contract shall be closed out at Due Date Rate and respective pay-in and pay-out of funds of such close out shall be effected on 1 <sup>st</sup> day after the last day of trading.
<b>Due Date Rate</b>	Due Date Rate is calculated on the last day of the contract expiry, by taking International price of Platinum from Bloomberg and it would be multiplied by Rupee – US Dollar rate as notified by Reserve Bank of India on that particular day.
<b>Vaulting Insurance Charges, and Transportation charges</b>	Borne by the seller upto funds pay-out date. Borne by the buyer after funds pay-out date.
<b>Buyer's option for lifting of delivery</b>	Buyer will not have any option about choosing the place of delivery and will have to accept the delivery as per allocation made by the Exchange.
<b>Delivery Centre</b>	Mumbai at Exchange designated Vaulting/Warehouse/Clearing House Facilities.
<b>Delivery Grades</b>	The selling members tendering delivery will have the option of delivering such grades of goods as permitted by the Exchange under the contract specifications the buyer will have not have any option to select a particular grade and the delivery offered by the seller and allocated by the Exchange shall be binding on him.
<b>Evidence of stock in possession</b>	At the time of issuing the delivery order, the member must prove to the Exchange that he holds stocks of the quantity and quality specified in the delivery order at the declared delivery centre. This should be substantiated by way of producing warehouse receipt.

<b>Endorsement of delivery order</b>	The buyer member can endorse delivery order to a client or any third party with full disclosure given to the Exchange. Responsibility for contractual liability would be with the original assignee.
<b>Verification by the buyer at the time of release of delivery</b>	At the time of taking delivery, the buyer can open the sealed packets in front of Group 4 Securitas (hereinafter referred to as G4S) personnel. If he is satisfied with the quantity, weight and quality of material, then he will issue receipt of the metals instantly. If he is not satisfied with the metal, he can insist for assaying by any of the approved assayers available at that center. If the buyer chooses for assaying, G4S person will carry the goods to the assayer's facilities, get it assayed and bring it back to G4S facilities along with assayer's certificate. If the assayer's certificate differs from the certificate submitted by the seller in respect of quality or weight materially, then the buyer and seller have to mutually negotiate the final settlement proceeds within 1 day from receipt of assayer's report, however if they do not agree on any mutually acceptable amount within 1 day, then the Exchange will send the goods to a second assayer and in that case, the report received from such assayer will be final and binding on both buyer and seller. The cost of first assaying as well as cost of transportation from G4S to assayer's facilities to and fro will be borne by the buyer, while the cost of second assaying, if any, will be equally divided between the buyer and seller. The vault charges during such period of first and second assaying, if any, will be borne by both the buyers and sellers equally. If the buyer does not opt for assaying at the time of lifting delivery, then he will not have any further recourse to challenge the quantity or quality subsequently and it will be assumed that he has received the quantity and quality as per the bill made by the seller.
<b>Legal obligation</b>	The members will provide appropriate tax forms wherever required as per law and as customary and neither of the parties will unreasonably refuse to do so.
<b>Validation process</b>	<p>On receipt of delivery, the G4S personnel will do the following validations:</p> <ol style="list-style-type: none"> <li>a. whether the person carrying Platinum is the designated clearing agent of the member;</li> <li>b. whether the selling member is listed in the statement forwarded by the Exchange as a delivering member</li> <li>c. whether the quantity being delivered by the seller is exactly the same quantity as communicated by the Exchange;</li> </ol>

	<p>d. whether the serial no of all the bars is mentioned in the seller's bill;</p> <p>e. whether the seller has issued individual bills of relevant quantity in favour of each of the buyer</p> <p>Any other validation check, as they may desire</p>
<b>Delivery process</b>	In case any of the above validation fails, the G4S will contact the Exchange office and take any further action, only as per instructions received from the Exchange in writing. If all validations are through, then the G4S personnel will put the Platinum in vault. Then the custodian will put G4S will issue appropriate receipt for having received the goods.
<b>Appointment of Clearing Agent of buyers and sellers</b>	For the purpose of effecting delivery of Platinum, every member will be entitled to appoint a maximum number of two Clearing Agents, who will be entitled to receive and deliver precious metals on behalf of such member. These Clearing members have to submit requisite form, four photographs, a copy of their ration card / driving license or other document, as may be specified by the Exchange. The Exchange will issue a photo identity card for each Clearing Agent, which will be duly signed and stamped by the Exchange and the member with lamination. At the time of giving or receiving delivery of precious metal, the Clearing Agent will be required to show this Card to G4S persons. A list of all such Clearing agents will be forwarded by the Exchange to G4S in advance.
<b>Intimation about the Clearing Agents</b>	The buyer will be required to inform name of the Clearing agent, who will visit G4S office for lifting delivery. This information will be compiled by the Exchange and will be forwarded to G4S.
<b>Quality adjustment</b>	The price of Platinum is based on 99.95 purity. In case a seller delivers Platinum of less than 99.95 purity, it would be rejected.
<b>Applicability of Business Rules</b>	The general provisions of Byelaws, rules and Business Rules of the Exchange and decisions taken by Forward Markets Commission, Board of Directors and Executive Committee of the Exchange in respect of matters specified above will form an integral part of this contract. The Exchange or FMC as the case may be further prescribe additional measures relating to delivery procedures, warehousing, quality certification, margining, risk management from time to time. (The interpretation or clarification given by the Exchange on any terms of this contract shall be final and binding on the members and others.)