
NATIONAL COMMODITY CLEARING LIMITED

Circular to all Members of the Clearing Corporation

Circular No. : NCCL/RISK-021/2019

Date : October 01, 2019

Subject : Auction of Open positions for Castor Seed (CASTOR)

This is with reference to circular no. NCCL/RISK-001/2018 dated September 26, 2018 on Risk Management framework in terms of which, in the event of a Member/Client failing to honour pay-in/margin obligations, NCCL may employ alternative tools to liquidate the positions and regain a matched book. Members are hereby informed that there shall be an auction from 01:00 p.m. to 02: 00 p.m. today i.e. October 1st, 2019 to close out the open long positions in Castor Seed Contract of members who have failed to meet their obligations

Clearing members can bid at the reserve bid price below mentioned or a higher price for Castor seed contracts (CASTOR). The winning bids shall be allotted long positions on the basis of price time priority based on the bids received. Winning bidders shall be informed of the allocation of positions subsequently. Members may please note that submission of bidding requests does not entail allocation of positions and the decision of the Clearing Corporation shall be final and binding.

Clearing members shall ensure that they have sufficient collateral at the time of bidding for the positions.

The minimum bid quantity should be for 100 MT with a multiple of 5 MT thereafter. The details of Contract in respect of which positions will be auctioned, along with the quantity and floor price are given below.

Symbol	Expiry	Auction Quantity (MT)	Reserve Bid Price (Rs.)
CASTOR	18-Oct-19	14660	4588
CASTOR	20-Nov-19	8260	4650
CASTOR	20-Dec-19	950	4692

The auction trades will be executed at the Daily Settlement Price of respective contracts of castor seed as on 30th September 2019. The differential value between the auction price and daily settlement price will be settled through credit in the settlement account on 3rd October 2019.

Auction trades shall not be executed in the normal order book.

The members can submit the bids as per the format attached and forward the same to the email id dmc@nccl.co.in

NCCL shall not have any liability whatsoever to any Clearing Member or to any other person (including, without limitation, any Client or (Associated) Trading Member) in respect of any damage, loss, cost or expense of whatsoever nature suffered or incurred by a Clearing Member or any other person, as the case may be, as a result of the auction of positions.

For and on behalf of
National Commodity Clearing Limited

Ruchit Chaturvedi
Head – Risk Management

For further information / clarifications, please contact

1. Customer Service Group on toll free number: 1800 266 6007
2. Customer Service Group by e-mail to : contactus@nccl.co.in

Annexure I

Format for submission of bidding request by Trading Member (To be submitted to the Clearing Corporation through Clearing Member)

(To be printed on letter head of Trading Member)

Date:

Name of the Trading Member:

Trading member Code:

Clearing member Code:

To

The Risk Department

National Commodity Clearing Limited.

Sub: Bidding requests for the Auction market

Dear Sir,

Please accept the following bidding requests for Castor Seed Contracts

(In multiple of 5 MT)

Client Id	Contract Symbol	Expiry Date	Bid Quantity	Bid Price

Name of the authorized signatory:

Signature of the authorized signatory:

(Trading Member)