Contract Specifications of Steel Scrap (Symbol: STEELSCRAP) Futures Contract

(Applicable for contracts expiring in the months of January 2027 and thereafter)

Type of Contract	Futures Contract
Name of Commodity	Steel Scrap
Ticker symbol	STEELSCRAP
Trading System	NCDEX Trading System
Basis	Ex-Mandi Gobindgarh (exclusive of GST)
Unit of trading	10 MT
Delivery Unit	Not Applicable
Maximum Order Size	500 MT
Quotation/Base Value	Rs. per MT
Tick size	Rs. 10 per MT
Quality Specification	HMS 1&2 (80:20) **ISRI 200 No. 1** Wrought iron and/or steel scrap 1/4 inch and over in thickness. Individual pieces not over 60 x 24 inches (charging box size) prepared in a manner to insure compact charging. **ISRI 201 No. 1** Wrought iron and/or steel scrap 1/4 inch and over in thickness. Individual pieces not over 36 x 18 inches (charging box size) prepared in a manner to insure compact charging. **ISRI 202 No. 1** Wrought iron and/or steel scrap 1/4 inch and over in thickness. Individual pieces not over 60 x 18 inches (charging box size) prepared in a manner to insure compact charging. **ISRI 203 No. 2**

	Wrought iron and steel scrap, black and galvanized, 1/8 inch and over in thickness, charging box size to include material not suitable as No. 1 heavy melting steel. Prepared in a manner to insure compact charging. **ISRI 204 No. 2** Wrought iron and steel scrap, black and galvanized, maximum size 36 x 18 inches. May include all automobile scrap properly prepared. **ISRI 205 No. 2** Wrought iron and steel scrap, black and galvanized, maximum size 36 x 18 inches. May include automobile scrap, properly prepared; however, to be free of sheet iron or thin gauged material. **ISRI 206 No. 2** Wrought iron and steel scrap, black and galvanized, maximum size 60 x 18 inches. May include automobile scrap, properly prepared; however, to be free of sheet iron or thin gauged material.
Quantity variation	Not Applicable
Delivery center	Not Applicable
Trading Hours	As notified by the Exchange from time to time, currently: **Mondays through Fridays:** 10.00 A.M. to 09.00 P.M. The Exchange may vary the above timing with due notice.
Due date/Expiry date	Expiry date of the contract: 20th day of the delivery month. If 20th happens to be a holiday, a Saturday or a Sunday then the due date shall be the immediately preceding trading day of the Exchange, which is other than a Saturday.
Delivery Specifications	Upon expiry of the contract, the positions would be cash settled and there will be no physical delivery.

Opening of contracts	Trading in any contract month will open on the 1st day of the month. If the 1st day happens to be a non-trading day, contracts would open on the next trading day
Closing of contract	On the expiry of the contract, all outstanding positions shall be closed out at the Final Settlement Price announced by the Exchange.
No. of active contracts	As per Contract launch calendar
Daily Price Limit (DPL)	Daily price limit is (+/-) 6%. Once the 6% limit is reached, then after a period of 15 minutes the limit shall be increased further by 3%. The trading shall be permitted during the 15 minutes period within the 6% limit. After the DPL is enhanced, trades shall be permitted throughout the day within the enhanced total DPL of 9%. The DPL on the launch (first) day of a new contract shall be as per circular no. NCDEX/TRADING-010/2021 dated March 22, 2021.
Position limits	Client-wise: 30,000 MT or 5% of the market wide open position whichever is higher, for all Steel Scrap contracts combined together. Member: 1,50,000 MT or 20% of the market wide open position whichever is higher, for all Steel Scrap contracts combined together. Bona fide hedger clients may seek exemption as per approved Hedge Policy of the Exchange notified vide Circular No. NCDEX/TRADING-026/2021 dated August 30, 2021.
Special margins	In case of unidirectional price movement/ increased volatility, an additional/ special margin at such other percentage, as deemed fit by the Regulator/Exchange/Clearing Corporation, may be imposed on the buy and the sell side or on either of the buy or sell sides in respect of all outstanding positions. Reduction/removal of such additional/ special margins shall be at the discretion of the Regulator/Exchange/Clearing Corporation.

<table>
<tr>
<td>Final Settlement price</td>
<td>FSP shall be arrived at by taking the simple average of the last polled spot prices of the last three trading days viz., E0 (expiry day), E-1 and E-2 of Steel Scrap DAP Mandi Gobindgarh –HMS 80:20 by BIGMINT (Assessment ID 1433). In the 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:
<table>
<tr><th rowspan="2">Scenario</th><th colspan="4">Polled spot price availability on</th><th rowspan="2">FSP shall be simple average of last polled spot prices on:</th></tr>
<tr><th>E0</th><th>E-1</th><th>E-2</th><th>E-3</th></tr>
<tr><td>1</td><td>Yes</td><td>Yes</td><td>Yes</td><td>Yes/No</td><td>E0, E-1, E-2</td></tr>
<tr><td>2</td><td>Yes</td><td>Yes</td><td>No</td><td>Yes</td><td>E0, E-1 E-3</td></tr>
<tr><td>3</td><td>Yes</td><td>No</td><td>Yes</td><td>Yes</td><td>E0, E-2, E-3</td></tr>
<tr><td>4</td><td>Yes</td><td>No</td><td>No</td><td>Yes</td><td>E0, E-3</td></tr>
<tr><td>5</td><td>Yes</td><td>Yes</td><td>No</td><td>No</td><td>E0, E-1</td></tr>
<tr><td>6</td><td>Yes</td><td>No</td><td>Yes</td><td>No</td><td>E0, E-2</td></tr>
<tr><td>7</td><td>Yes</td><td>No</td><td>No</td><td>No</td><td>E0</td></tr>
</table>
</td>
</tr>
<tr>
<td>Minimum Initial Margin</td>
<td>8%</td>
</tr>
<tr>
<td>Delivery Logic</td>
<td>Cash Settlement</td>
</tr>
</table>

Contract Launch Calendar

Contract Launch Month	Contract Expiry Month
December 03, 2026	January 2027
	February 2027
	March 2027
January 2027	April 2027
February 2027	May 2027
March 2027	June 2027
April 2027	July 2027
May 2027	August 2027
June 2027	September 2027
July 2027	October 2027
August 2027	November 2027
September 2027	December 2027
October 2027	January 2028
November 2027	February 2028
December 2027	March 2028

Disclaimer:

Member(s) and market participant(s) by entering into any such buy and sell transaction(s), shall ensure that such member(s) and/or market participant(s) are aware of all the trading and clearing mechanism, as well as the Exchange and/or Clearing Corporation Rules, Bye Laws, Regulations, Product Notes, Circulars, Directives, Notifications issued in connection thereto. The member(s) and market participants shall be bound by the above Rules, Bye Laws, Regulations and the applicable statutory prescription as laid down from time to time.