Contract Specifications for Options on Futures on Turmeric (TMCFGRNZM)
(Applicable for contracts expiring in the months of October 2026 and thereafter)

Type of Contract	Options on Futures
Underlying	TMCFGRNZM The underlying commodity specifications on devolvement into Futures will be the same as that mentioned in the contract specifications of underlying Futures.
Symbol	<UNDERLYING SYMBOL><OPTIONS EXPIRY DATE-DDMMMYY><CE/PE><STRIKE PRICE><UNDERLYINGTYPE-F/S><UNDERLYINGEXPIRY-MMMYY> Example: TMCFGRNZM10MAY24CE14000FMAY24
Unit of trading	5 MT
Delivery Unit	5 MT
Maximum Order Size	250 MT
Settlement Type	Devolvement into Corresponding Futures
Opening of Contracts	Options contract shall be launched on the next trading day following the day on which the Futures contract with the same underlying is launched
Closing of Contract	Upon the expiry of the contract all the outstanding open position shall result in devolvement into Futures.
Final Settlement Price	Daily Settlement Price (DSP) of the underlying Futures contract on the Options Expiration day.
Options Type	European
Premium Quotation/base value	Rs. Per Quintal
Tick Size	Rs. 1 per Quintal
Due Date/ Expiry Date	The expiry of the Options on Futures contract shall be 4 trading days prior to the start of the staggered delivery period of the underlying Futures contract.
Strike Interval	200
Number of Strikes	7-1-7
Quality Parameters	Same as corresponding Futures contract
Also Deliverable	Same as corresponding Futures contract
Quality Premium/Discount	Same as corresponding Futures contract
Tolerance limit for outbound delivery	Same as corresponding Futures contract
Quantity Variation	Same as corresponding Futures contract
Quality Allowance	Same as corresponding Futures contract
Trading Hours	Same as corresponding Futures contract
Daily Price Range (DPR)	Based on the factors of Daily Price Range (DPR) of Futures contract and volatility.
Position Limits	Position limits for ‘option on Futures’ shall remain separate from position

	limits of futures contracts on the same underlying. Numerical value for client level/member level limits in Options shall be twice of corresponding numbers applicable for Futures contracts. **Turmeric**: 4,56,000 MT and 45,600 MT for member and client respectively. **For near month contracts**: The following limits would be applicable from 1st of every month in which the contract is due to expire. If 1st happens to be a non-trading day, the near month limits would start from the next trading day. Member-wise: 57,000 MT or One-eighth of the member's overall position limit in that commodity, whichever is higher. Client-wise: 5,700 MT
Exercise of Options	European Options to be exercised only on the day of Expiration of the Options contracts
Mechanism of Exercise	a. All In the money (ITM) option contracts shall be exercised automatically, unless 'contrary instruction has been given by long position holders of such contracts for not doing so. b. All Out of the money (OTM) option contracts shall expire worthless. c. All exercised contracts within an option series shall be assigned to short positions in that series in a fair and non-preferential manner. In the event contrary instruction are given by ITM option position holders, the positions shall expire worthless.
Final Settlement Method	On exercise, Option position shall devolve into underlying Futures position as follows: • long call position shall devolve into long position in the underlying Futures contract • long put position shall devolve into short position in the underlying Futures contract • short call position shall devolve into short position in the underlying Futures contract • short put position shall devolve into long position in the underlying Futures contract All such devolved futures positions shall be opened at the strike price of the exercised options.
Initial Margin	NCCL shall adopt appropriate initial margin model and parameters that are risk-based and generate margin requirements sufficient to cover potential future exposure to participants/clients. The initial margin shall be imposed at the level of portfolio of individual client comprising of his positions in futures and options contracts on each commodity. Margins shall be adequate to cover atleast 99% VaR (Value at Risk) and Margin Period of Risk (MPOR) shall be at least four days. For buyer of the option, buy premium shall be charged as margins and blocked from the collaterals. On computation of settlement obligation at the end of day, the premium blocked shall be released and collected as pay-in as per process notified. NCCL shall fix prudent price scan range and volatility scan range based on the volatility in the price of the underlying commodity.

	Appropriate Short Option Minimum Margin (SOMM) shall be fixed.
Other Margins	• **Extreme loss margin**: NCCL shall levy appropriate Extreme loss margin as applicable. • **Calendar spread charge**: The calendar spread charge shall be calculated on the basis of delta of the portfolio of futures and options. A calendar spread charge of 25% on each leg of the positions shall be charged. • **Mark to Market**: NCCL shall mark to market the options positions by deducting/adding the current market value of options (positive for long options and negative for short options) times the number of long/short options in the portfolio from/to the margin requirement. Thus, mark to market gains and losses would not be settled in cash for options positions. • **Pre expiry margin**: Pre expiry margin would be levied as 33.33%(Expiry-2), 66.66%(Expiry-1) and 100%(Expiry) of the initial margins of underlying futures contracts three days prior to the expiry (including the day of expiry) of the options contracts respectively. Pre expiry margin will be charged only on At the Money (ATM) and In the Money (ITM) long and short option positions. Further, during intraday if any Out of the Money (OTM) contract becomes ATM or ITM, per expiry margin would be levied intraday after volatility computation. For short option positions, actual Short Option Minimum Margin (SOMM) charged shall be reduced from total pre expiry margin to be charged • **Additional Lean Period Margin**: During lean period (i.e. the period before the arrival of new crop) there is often uncertainty about the arrivals of new crop. This may lead to higher volatility in prices of commodities during this period. Therefore, NCCL shall levy additional lean period margin of 2% on the options contract whose underlying futures contracts will expire during lean period. • **Margining at client level**: NCCL shall impose initial margins at the level of portfolio of individual client comprising of his positions in futures and options contracts on each commodity. • **Other margins**: Other margins like additional margins and special margins shall be applicable as and when they are levied by the Exchange/Clearing Corporation/Regulator.

Contract Launch Calendar

Contract Launch Month	Contract Expiry Month
April 2026	October 2026
May 2026	No Launch
June 2026	December 2026
July 2026	No Launch
August 2026	No Launch
September 2026	No Launch
October 2026	April 2027 May 2027
November 2026	No Launch
December 2026	June 2027
January 2027	No Launch
February 2027	August 2027
March 2027	No Launch
April 2027	October 2027
May 2027	No Launch
June 2027	December 2027