



## Annexure A

### NCEL Silver (500 Ounces) Futures Contract Specifications

<b>Trading hours</b>	Hours of Trading in the NCEL Silver Future Contract shall be Monday to Friday (excluding Exchange specified holidays):  Normal Trading Session                      10:00 am to 06:00 am PST  On the last trading day of a contract normal trading will end at 5:00 pm
<b>Unit of Trading</b>	500 Troy ounces
<b>Trading System</b>	NCEL ETS
<b>Price Quotation</b>	US dollars per troy ounce, up to three decimal places.
<b>Tick size</b>	\$0.001 per troy ounce
<b>Tick Value</b>	\$0.50
<b>Contract Months</b>	First three months. Additional contract months would be made available at the discretion of the exchange depending on the needs of the market.
<b>Last Trading Day</b>	Trading terminates at the close of business on the third to last business day of the month preceding the named contract month or on a day specified by the Exchange as a last trading day.
<b>Holiday Convention</b>	In case the last trading falls on an exchange holiday, previous day will be designated as last trading day.
<b>Settlement Mode</b>	Cash Settlement in Pakistani Rupees.
<b>Daily Settlement Price</b>	Calculated on NCEL specified methodologies which include Session Consensus Price, Volume Weighted Average Price during last 20 minutes of trading, theoretical futures price or any other methodology notified in advance by the Exchange.
<b>Final Settlement Price</b>	Last traded price of the corresponding month of the physically settled Silver Futures Contract on CME (Commex) at the time of end of trading on Last Trading Day of the NCEL Silver Futures Contract. If, for any reason, the last traded price at NCEL expiry time is not available, the last available traded price of the corresponding contract on CME (Commex) will be used as the basis of Final Settlement Price.

<b>Daily Settlement</b>	Daily Settlement of NCEL Silver Futures Contract will result in a cash settlement amount in Rupees. The daily cash settlement amount shall be the day's mark-to-market profit or loss amount in Rupees based on the Daily Settlement Price of the NCEL Silver Futures Contract converted at the USDPKR Exchange rate as determined and notified by the Exchange.
<b>Final Settlement</b>	Final Settlement of NCEL Silver Futures Contract will result in the delivery of a cash settlement amount in Rupees on the Final Settlement Date. The cash settlement amount on the Final Settlement Date shall be the last trading day's mark-to-market profit or loss amount in Rupees based on the Final Settlement Price of the NCEL Silver Futures Contract converted at the USDPKR Exchange rate as determined and notified by the Exchange.
<b>Position Limit</b>	20000 contracts per Broker (including proprietary and all its clients) 1000 contracts per Client of Broker.
<b>Margin Requirement</b>	The amount of margin payable by Brokers in respect of their outstanding contracts shall be determined by the Exchange. Exchange will amend margin requirement whenever necessary or required due to changes in market conditions and risk management principles.  All Margins will be collected in Pakistani Rupees.
<b>Initial Margin</b>	Initial Margin will be based on VaR methodology at 99% Confidence Interval over a 1-day Time Horizon, rounded up to the nearest 0.25% or as specified by the exchange form time to time.
<b>Special Margin</b>	Exchange reserves the right to impose special margins for short duration of time during periods of increased or excessive volatility. Special margins will be computed by increasing the look-ahead period, reducing sample size, or by changing any other parameters used in the VaR methodology.
<b>Spread Discounts</b>	Positions in two offsetting NCEL Silver Futures Contract with different expirations will be eligible for a spread discount.
<b>Spread Contracts</b>	NCEL may open spread contracts.
<b>Further Regulations</b>	This contract shall be subject, where applicable, to the Regulations of the National Commodity Exchange Limited.