



Contract Specification: Regional Daily Contracts

Sr. No.	Item	Details
1	Contract Name*	Daily Contracts
2	Regions	Regional contracts one each for each electrical region will be available for trading i.e. for Northern Region (NR), Eastern Region (ER), Western Region (WR), Southern Region (SR) and North East Region (NER)
3	Contract Code*	<p>“Month Year-Block of Hours-Delivery Day-‘RI” (e.g. MAR11-FBA-D03-NR) Where Month: Month of delivery day. Year: Year of delivery day Block of Hour: FBA : Firm base load power for the entire 24 hours FNT : Firm night power of 8 hours time block starting from 00.00 hrs in night till 07.00 hrs and from 23.00 hrs till 24.00 hrs. FDY : Firm day power for 11 hours time block starting 07.00 till 18.00 hrs. FPK : Firm evening power for 5 hours time block starting 18.00 hrs till 23.00 hrs. Delivery Day : Delivery Day NR: Northern Region</p>
4	Contract Type	Delivery Option - Firm Delivery
5	Firm Daily Contract	The daily contracts for trading will be available on a rolling basis i.e. everyday seven daily contracts of the following week.
6	Trading day*	Trading will be available on all days or as per trading calendar declared in advance
7	Trading Session*	On each trading day, one continuous trading session will be made available to the members for bidding.
8	Order Management*	The Exchange Members will be able to submit orders as per Clause No. 34 of Business Rules. A Member shall be permitted to modify or cancel his orders, during the trading hours. Orders and bids entered into the Trading System shall be subject to various validation requirements as prescribed by the Exchange including price and quantity restrictions as decided by the Exchange. Orders that do not meet the validation checks will not be accepted by the Exchange. The Exchange shall specify from time to time price steps (tick size) in which orders shall be entered on the trading system of the Exchange.
9	Bidding process	Seller will submit bid for the contract of that region to which he belongs. Whereas a buyer can buy any regional contract. Netting off (square off) of positions will not be allowed.
10	Matching of Bids	Continuous trade session: Details as per clause no. 5 (B) of Schedule B of Business Rules. Each trade will be sent for



		scheduling, on trade to trade basis.
11	Trading Hours*	Continuous trade session: 12.00 noon to 3.00 PM on trading days
12	Minimum Volume Quotation*	1 MW
13	Minimum Volume Step*	1 MW
14	Lot size	Base or RTC Contract (FBA): 1 lot = 1 MW * 24 Hours Night Off-peak Contract (FNT) : 1 lot = 1MW * 8 Hours Day Contract (FDY) : 1 lot = 1MW * 11 Hours Day Peak Contract (FPK) : 1 lot = 1 MW * 5 Hours
15	Maximum bid size*	Bids should not be more than the allowed MW in any of Concurrence/Clearance issued by its SLDC to the members/clients at any time. It will be the responsibility of the member to adhere to this rule.
16	Price Quote Basis	Rs. per MWH (excluding all fees, charges and taxes, if applicable)
17	Price Tick*	Rs. 1 per MWh
18	Quantity Variation	Zero quantity variation allowed.
19	Settlement	Traded price * Quantity scheduled by RLDC at delivery point.
20	Initial Margins (Operational Limit)*	5% margin of the total order value should be available in cash/non cash with the exchange at the time of bidding for continuous trading sessions.
21	Additional Margins (Basis Margin)*	Additional Margin will be based on a risk curve defined by the Exchange for each contract. Exchange will have the right to define and modify the risk curves from time to time. Additional Margin could be in the form of collaterals (Bank Guarantee or FDR) or bank limit.
22	Variation Margin*	Variation Margin may be collected from buyer Members only. Variation Margin is the difference in the Value of the contract based on the Trade price and the Settlement price. In case the Settlement price is less than the trade price, the difference in the value is collected from the buyers however at any point the sum of Basis Margin collected upto that day and Variation Margin will not exceed the trade value. Variation Margin will be computed at the end of each available trading day for a specific contract and will be collected from the member on the same day in the form of collaterals. Variation Margin will be applied at client level.
23	Extreme Loss Margin*	Exchange can impose Extreme Loss Margin, which the exchange can apply any time during the life of the contract.
24	Transaction Fees*	Fees payable by buyer and seller to Exchange for the quantity approved by nodal RLDC at delivery point as specified by the exchange from time to time.

Trading Cycle.*

Sr.	Time	Details
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No.		
25	12:00 – 15:00	Continuous Trade Session
	15:30	SLDC Clearance and Declaration Form sent to Members.
	16.30	Calculation of Additional Margin of the buyer's member
26	17:00	Blocking of the Additional Margin from the available cash/non cash collateral of the buyer's Member provided to the exchange. In case if there is any deficit, call for the deficit additional margins.
27	As per the Trading & Delivery Calendar	SLDC Clearance from Members and fulfillment of additional margin requirement call, if any.
		On completion of formality and receipt of adequate additional margin, application on 'First Come First Serve' or 'Day-Ahead Bilateral' basis will be sent to Nodal RLDC.
		Acceptance for Scheduling from Nodal RLDC.
		Receipt of Transmission/Operating Charges and Application Fees from the members.
		Payment of Charges to Nodal RLDC.
		Pay-in ; equivalent to one day's obligation collected on D-1 basis , where D=Delivery day.
		Payout; Equivalent to one day's obligation credited on D+1 basis, till the contract delivery ends
Payout; Equivalent to one day's obligation credited on D+1 basis, till the contract delivery ends		

Delivery Procedure

28	Delivery	Trade once executed shall not be revised and shall be sent for scheduling, The quantity shall be deliverable as per the schedule issued by the RLDC
29	Delivery period	As mentioned under item no.2
30	Delivery point	The delivery point shall be at Seller's Regional Periphery as per Procedure for Scheduling of Bilateral Transaction and Central Electricity Regulatory Commission (Sharing of Inter-State Transmission Charges and Losses) Regulations, 2010 as amended from time to time.
31	SLDC Clearance	After trading on the exchange, the buyer and seller will have to take a concurrence of their respective SLDCs. This concurrence has to be submitted to the exchange as per the timelines specified in the trading and delivery calendar.
32	Application for Scheduling	Application for Scheduling will be Submitted to Nodal RLDC as specified in the Trading Calendar and as per the "Procedure for scheduling of bilateral transactions".
33	Delivery Process	Application for Scheduling, as specified in the trading and delivery Calendar, shall be sent to the Nodal RLDC, on FCFS basis as per the "Procedure for scheduling of bilateral transactions".
34	Application fees, Operating and	Seller will bear all the Transmission, Scheduling & Operating charges and Transmission Losses (in kind) up to the delivery



	Transmission Charges and Losses	point and Buyer shall bear all the Transmission, Scheduling & Operating charges including Application Fees and Transmission Losses from delivery point up to their point of drawl . The charges shall be applied on the quantum of power scheduled at seller's Regional Periphery.
35	Alternate route	Unless preference is specified by the buyer, it will be deemed to have consented for all possible transmission corridors from seller's injection point till drawal point.
36	Force majeure	In case of force majeure the Exchange will settle the contract as per final schedule issued by RLDCs.
37	Fines & penalties*	As decided by the Exchange from time to time and informed through circular.

Settlement procedure*

38	Payment of Application fees, Transmission & Operating Charges by Members	Application fees will be collected from buyer on date of application to Nodal RLDC. Transmission and Operating Charges as applicable on quantum scheduled at seller's periphery and payable to the Nodal RLDC, will be recovered from the buyer and seller members on the next day of receiving the acceptance from the nodal RLDC.
39	Funds pay in by Members	Exchange will debit the funds pay-in on each D-1 basis at 11.00 am from buyer's member's settlement account.
40	Funds pay out to Members	Exchange will credit the funds pay-out in seller's member's settlement account on D+1 basis at 12.00 noon subject to confirmation of delivery pay in by the seller.

* Exchange may modify these parameters from time to time with prior intimation to its Members.