

**Contract Specification:- Regional Weekly Contracts**

| <b>Sr. No.</b> | <b>Item</b>                 | <b>Details</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
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| <b>1</b>       | <b>Contract Name*</b>       | Regional Weekly Contracts                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| <b>2</b>       | <b>Regions</b>              | 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)                                                                                                                                                                                                                                                                                                                                                                                                            |
| <b>3</b>       | <b>Contract Code*</b>       | <p>"Month Year-Block of Hours-Delivery Week-RI"<br/>(e.g. MAR11-FBA-W14-NR)</p> <p>Where,<br/>Month: Month of delivery day.<br/>Year: Year of delivery day<br/>Block of Hour:<br/>FBA : Firm base load power for the entire 24 hours<br/>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.<br/>FDY : Firm day power for 11 hours time block starting 07.00 till 18.00 hrs.<br/>FPK : Firm evening power for 5 hours time block starting 18.00 hrs till 23.00 hrs.<br/>Delivery Week : Week of delivery<br/>NR: Northern Region</p>          |
| <b>4</b>       | <b>Contract Type</b>        | Delivery Option – Firm Delivery                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| <b>5</b>       | <b>Firm Weekly Contract</b> | The weekly contracts for trading will be available as per the trading and settlement calendar for various calendar weeks starting on Monday and ending on Sunday.                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| <b>6</b>       | <b>Trading day*</b>         | Please refer to trading and settlement calendar for more details. Exchange can also hold multiple trading sessions on specified trading days or other days to minimize unmatched volume.                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| <b>7</b>       | <b>Trading session*</b>     | <p>On each trading day, one session will be made available to the members for bidding</p> <p>a) Call Auction session</p> <p>Details of trading session are given in trading cycle.</p>                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>8</b>       | <b>Order Management</b>     | 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. |
| <b>9</b>       | <b>Bidding process</b>      | 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.                                                                                                                                                                                                                                                                                                                                                                                                                                     |

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| 10 | <b>Matching of Bids</b>                     | Uniform Price Step Auction can be closed or open as specified in Exchange circular issued from time to time. Details of closed or open auction are mentioned in Clause no. 5 (A) Schedule B of Business Rules.                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 11 | <b>Trading Hours*</b>                       | As specified in Exchange circular from time to time.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 12 | <b>Minimum Volume quotation*</b>            | 1 MW                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 13 | <b>Minimum Volume Step*</b>                 | 1MW                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 14 | <b>Lot size</b>                             | Base or RTC Contract (FBA): 1 lot =1 MW*24*7 Hours<br>Night Off-peak Contract (FNT): 1 lot= 1MW*8*7 Hours<br>Day Contract (FDY): 1 lot = 1MW *11*7 Hours<br>Day Peak Contract (FPK): 1 lot = 1 MW*5*7 Hours                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 15 | <b>Maximum bid size*</b>                    | 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 | <b>Price Quote Basis</b>                    | Rs. per MWH (excluding all fees ,charges, taxes etc)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 17 | <b>Tick size*</b>                           | Rs. 1 per MWH                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 18 | <b>Quantity Variation</b>                   | Zero quantity variation allowed.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 19 | <b>Settlement</b>                           | Traded price * Quantity scheduled by RLDC at delivery point.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 20 | <b>Initial Margins (Operational Limit)*</b> | 5% margin of the total order value should be available in cash/non cash with the exchange at the time of bidding by buyer.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 21 | <b>Additional Margins (Basis Margin)*</b>   | Where the difference between the trading day and the start of delivery day is as follows:<br>➤ ≤ 10 days but > 4 days : 30% (on trading day) + 20% (on Trade + 1 day).. 5% of the last trench of will be collected in cash.<br>➤ ≤ 4 days: 50% (on trading day). 5% of the last trench of will be collected in cash.                                                                                                                                                                                                                                                                                                                                                |
| 22 | <b>Variation Margin*</b>                    | 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 then 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 | <b>Extreme Loss Margin*</b>                 | Exchange can impose Extreme Loss Margin, which the exchange can apply any time during the life of the contract.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| 24 | <b>Transaction Fees*</b>                    | 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 No.                                                                                                                                                                                                                                                                                                                                             | Time                                   | Details                                                                                                                                                                                               |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>25</b>                                                                                                                                                                                                                                                                                                                                          | 12:00 – 16:00                          | Auction Trade Session                                                                                                                                                                                 |
|                                                                                                                                                                                                                                                                                                                                                    | 16:00                                  | Publish results.                                                                                                                                                                                      |
|                                                                                                                                                                                                                                                                                                                                                    | 16.30                                  | SLDC clearance and Declaration form sent to Members through FTP.                                                                                                                                      |
| <b>26</b>                                                                                                                                                                                                                                                                                                                                          | 17:00                                  | Blocking of the Additional Margin from the available cash/non cash collateral of the Buyer Member provided to the exchange. In case if there is any deficit, call for the deficit additional margins. |
| <b>27</b>                                                                                                                                                                                                                                                                                                                                          | 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 , till the contract delivery ends                                                                                                  |
|                                                                                                                                                                                                                                                                                                                                                    |                                        | Pay-out; Equivalent to one day's obligation credited on D+1 basis, till the contract delivery ends                                                                                                    |
| <sup>1)</sup> Application for Scheduling will be sent only when the SLDC Clearances from buyer and seller are received by the Exchange. In case, the SLDC approval is not received from SLDCs of buyer/ seller as per the timeline specified in the Trading and Delivery Calendar then it will be treated as default by concerned buyer or seller. |                                        |                                                                                                                                                                                                       |

**D = Delivery Day**

### Delivery Procedure

|           |                                   |                                                                                                                                                                                                                                                                            |
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| <b>28</b> | <b>Delivery</b>                   | 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.                                                                                                                       |
| <b>29</b> | <b>Delivery period</b>            | As mentioned under point no. 2                                                                                                                                                                                                                                             |
| <b>30</b> | <b>Delivery point</b>             | 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. |
| <b>31</b> | <b>Application for Scheduling</b> | Application for Scheduling will be submitted to nodal RLDC as specified in the Trading and Delivery Calendar and as per the "Procedure for Scheduling of bilateral transactions".                                                                                          |
| <b>32</b> | <b>SLDC Clearance</b>             | 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 date and time specified in the trading and delivery calendar.                               |
| <b>33</b> | <b>Delivery Process</b>           | Application for Scheduling, as specified in the trading and                                                                                                                                                                                                                |



|    |                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                               |
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|    |                                                                        | delivery Calendar, shall be sent to the Nodal RLDC, on the first available date after trading, as per the "Procedure for scheduling of bilateral transactions".                                                                                                                                                                                                                                               |
| 34 | <b>Application fees, Operating and Transmission Charges and Losses</b> | Seller will bear all the Transmission, Scheduling & Operating charges and Transmission Losses (in kind) up to the delivery 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 | <b>Alternate route</b>                                                 | Unless preference is specified by the buyer, he will be deemed to have consented for all possible transmission corridors from seller's injection point till drawal point.                                                                                                                                                                                                                                     |
| 36 | <b>Force majeure</b>                                                   | In case of force majeure the Exchange will have the power to settle the contract independently and/or as deemed fit by the Exchange.                                                                                                                                                                                                                                                                          |
| 37 | <b>Fines &amp; penalties*</b>                                          | As decided by the Exchange from time to time and informed through circular.                                                                                                                                                                                                                                                                                                                                   |

**Settlement procedure\***

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| 39 | <b>Payment of Application Fees by Members</b> | Application fees will be collected from buyer on date of application to Nodal RLDC. Transmission and Operating Charges as applicable on quantum scheduled at the delivery point 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.                                                                         |
| 40 | <b>Funds pay in by Members</b>                | Exchange will debit the funds pay-in on D-1 basis at 11.00 am from buyer member settlement account.                                                                                                                                                                                                                                                                                                         |
| 41 | <b>Funds pay out to Members</b>               | Exchange will credit the funds pay out in seller's member's settlement account on D+1 basis at 12.00 noon for each delivery day subject to confirmation of delivery pay in by the seller.<br>Pay-outs and refund of Margins shall not be allowed to the Clients of the Professional Members before expiry of fifteen (15) working days from the date the Pay-out has become due under these Business Rules. |

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