



Mercantile Exchange Nepal Limited
Invest - Trade - Earn

MEX.N COTTON

Contract Details	
Description	Cotton
Code of contract	COT / MMM / YY
Specification	
Type of contract	Financial futures
Quality	Strict Low Middling Staple Length: 1 2/32 nd inch
Trading system	Trader work station
Contract size	5,000 Kg
Price quoted	NPR per Kg
Commission	600+VAT
Basis	Excluding Tax and other duties
Margin and Limit Structure	
Initial margin	24,000 NPR
Additional Margin	Based on the market conditions and price volatility, a variation in initial margin shall be applicable on a short notification through TWS, which shall be applicable and should be fulfilled by MTM settlement. Any short of margin may attract a margin call on closing. Ratio of Additional margin shall be only up to a maximum of 25% of Initial margin. Once additional margin is issued, Initial Margin shall be updated accordingly on all further margin calculations thereafter.
Maintenance margin	Equal to Initial Margin
Variation margin call	Not Applicable
Margin call cutoff time	4 pm
Settlement	
Settlement logic	Cash settlement.
Final Settlement/Contract Expiry	Same date of Last trading date

Trading	
Contracts available for trading **	
March Contract	10 th November of the earlier year to 23 rd February of the contract year
May Contract	9 th February - 24 th April of the contract year
July Contract	13 th April - 24 th June of the contract year
October Contract	15 th June - 24 th September of the contract year
December Contract	14 th September - 23 rd November of the contract year
Trading Period	Monday - Friday
Trading Session	00:00 - 01:15, 07:45 - 00:00*

*trading session is winter timings and is subjected to change without prior information.

**Contracts release and expiry dates subject to change without prior information.