

Contract Specifications for Steel Long Futures contracts

(Applicable for the contracts expiring in the month of September 2025 and thereafter)

Type of Contract	Futures Contract		
Name of Commodity	Steel Long		
Ticker symbol	STEEL		
Trading System	NCDEX Trading System		
Basis	Ex-warehouse Mandi Gobindgarh (exclusive of GST)		
Unit of trading	10 MT		
Delivery unit	10 MT		
Maximum Order Size	500 MT		
Quotation/base value	Rs. per MT		
Tick size	Rs. 10 per MT		
Quality specification	Parameter	Mild Steel (MS) Ingots	Mild Steel (MS) Billets
	Carbon Content	Upto 0.3%	Upto 0.3%
	Manganese Minimum	Minimum 0.4% & Maximum 0.9%	Minimum 0.4% & Maximum 0.9%
	Sulphur	Upto 0.06%	Upto 0.06%
	Phosphorous	Upto 0.075%	Upto 0.075%
	Sulphur + Phosphorous	Upto 0.135%	Upto 0.135%
	Weight min	90 kg per ingot	--
	Length	48 inches per ingot	6 m +/- 200 mm
	Size	3 ½ * 4 ½ inch	100*100 mm to 110*110 mm
	Other parameters	• Heat number to be	• Heat number to

		mentioned on each ingot • Ingots without harmful and appreciable hollowness, piping and rising • Ingots must have reasonably plain surface	be mentioned on each Billet • Billets must have reasonably plain surface
	Additional parameter	MS Ingots conforming to Bureau of Indian Standards (BIS) specification 2830 or 2831 produced by a BIS licensed plant/factory	MS Billets conforming to Bureau of Indian Standards (BIS) specification 2830 or 2831 produced by a BIS licensed plant/factory
Quantity variation	+/- 3% or 5 MT whichever is lower		
Delivery center	Mandi Gobindgarh, (within a radius of 50 Kms from the municipal limits)		
Hours of Trading	As notified by the Exchange from time to time, currently: Mondays through Fridays: 10:00 A.M. to 5:00 P.M. The Exchange may vary above timing with due notice.		
Due date/Expiry date	Expiry date of the contract: 20th day of the delivery month. If 20th happens to be a holiday, a Saturday or a Sunday then the due date shall be the immediately preceding trading day of the Exchange, which is other than a Saturday. The settlement of contract would be by a staggered system of Pay-in and Pay-out including the last pay-in and pay-out which would be the final settlement of the contract.		
Delivery specification	Upon expiry of the contracts all the outstanding open positions shall result in compulsory delivery. During the Tender period, if any delivery is tendered by seller, the corresponding buyer having open position and matched as per process put in place by the Exchange, shall be bound to settle by taking delivery on T + 2 days from the delivery center where the seller has delivered same. The penalty structure for failure to meet delivery obligations will be as per circular no. NCCL/CLEARING-010/2021 dated March 24, 2021 and NCCL/CLEARING-029/2021 dated August 18, 2021.		
Opening of contracts	Trading in any contract month will open on the 1st day of the month. If the 1st day happens to be a non-trading day, contracts would open on the next trading day		

Tender Period	Tender Date –T Tender Period: The tender period would be the last 3 trading days (including expiry day) of the contracts. Pay-in and Pay-out: On a T+2 basis. If the tender date is T, then pay-in and pay- out would happen on T+2 day. If such a T+2 day happens to be a Saturday, a Sunday or a holiday at the Exchange, Clearing Corporation, clearing banks or any of the service providers, pay-in and pay-out would be effected on the next working day.
Closing of contract	Clearing and settlement of contracts will commence with the commencement of Tender Period by compulsory delivery of each open position tendered by the seller on T + 2 to the corresponding buyer matched by the process put in place by the Exchange. Upon the expiry of the contract all the outstanding open position shall result in compulsory delivery.
No. of active contracts	As per Contract launch calendar
Daily Price Limit (DPL)	Daily price limit is (+/-) 6%. Once the 6% limit is reached, then after a period of 15 minutes the limit shall be increased further by 3%. The trading shall be permitted during the 15 minutes' period within the 6% limit. After the DPL is enhanced, trades shall be permitted throughout the day within the enhanced total DPL of 9%. The DPL on the launch (first) day of new contract shall be as per the circular no. NCDEX/TRADING-010/2021 dated March 22, 2021.
Position limits	Client-wise: 1,20,000 MT or 5% of the market wide open position whichever is higher, for all Steel Long contracts combined together. Member: 6,00,000 MT or 20% of the market wide open position whichever is higher, for all Steel Long contracts combined together. Bona fide hedger clients may seek exemption as per approved Hedge Policy of the Exchange notified vide Circular No. NCDEX/TRADING-026/2021 dated August 30, 2021.
Special margins	In case of unidirectional price movement/ increased volatility, an additional/ special margin at such other percentage, as deemed fit by the Regulator/Exchange, may be imposed on the buy and the sell side or on either of the buy or sell sides in respect of all outstanding positions. Reduction/removal of such additional/ special margins shall be at the discretion of the Regulator/Exchange.
	FSP shall be arrived at by taking the simple average of the last polled spot prices of the last three trading days viz., E0 (expiry day), E-1 and E- 2 In the event the spot price for any one or both of E- 1 and E-2 is not available;

Final Settlement price	the simple average of the last polled spot price of E0, E-1, E-2 and E-3, whichever available, shall be taken as FSP. Thus, the FSP under various scenarios of non-availability of polled spot prices shall be as under:				
	Scenario	Polled spot price availability on			
		E0	E-1	E-2	E-3
	1	Yes	Yes	Yes	Yes/No
	2	Yes	Yes	No	Yes
	3	Yes	No	Yes	Yes
	4	Yes	No	No	Yes
	5	Yes	Yes	No	No
	6	Yes	No	Yes	No
	7	Yes	No	No	No
Minimum Initial Margin	8%				
Location Premium / Discount	Location and Grade Premium/Discount would be announced before launch of contracts				
Delivery Logic	Compulsory Delivery				

Contract Launch Calendar

Contract Launch Month	Contract Expiry Month
June-2025	September 2025
July-2025	October 2025
August-2025	November 2025
September-2025	December 2025
October 2025	January 2026
November 2025	February 2026
December 2025	March 2026
January 2026	April 2026
February 2026	May 2026
March 2026	June 2026
April 2026	July 2026
May-2026	August-2026
June-2026	September 2026
July-2026	October 2026
August-2026	November 2026
September-2026	December 2026

Disclaimer:

Members and market participants who enter into buy and sell transactions may please note that they need to be aware of all the factors that go into the mechanism of trading and clearing, as well as all provisions of the Exchange's / Clearing Corporation's Rules, Bye Laws, Regulations, Product Notes, circulars, directives, notifications of the Exchange / Clearing Corporation as well as of the Regulators, Governments and other authorities.

It is clarified that it is the sole obligation and responsibility of the Members and market participants to ensure that apart from the approved quality standards stipulated by the Exchange, the commodity deposited / traded / delivered through the approved warehouse of the Clearing Corporation either on their own or on behalf of them by any third part acting on behalf of the Market Participants/Constituents is in due compliance with the applicable regulations laid down by authorities like BIS, Warehousing Development and Regulatory Authority (WDRA), Orders under Packaging and Labelling etc., and other State/Central laws and authorities issuing such regulations in this behalf from time to time, including but not limited to compliance of provisions and rates relating to GST, APMC Tax, LBT, Stamp Duty, etc. as applicable from time to time on the underlying commodity of any contract offered for deposit/trading/delivery and the Exchange/Clearing Corporation shall not be responsible or liable on account of any noncompliance thereof.
