



MCX Circular No. MCX/MCXCCL/122/2025

March 05, 2025

MCXCCL Circular No. MCXCCL/RISK/045/2025

Review of Margin Framework for Commodity Derivatives Segment

In terms of the provisions of the Rules, Bye-Laws and Regulations of the Multi Commodity Exchange Clearing Corporation Limited (MCXCCL) and pursuant to the SEBI circular no SEBI/HO/CDMRD/DRMP/CIR/P/2020/15 dated January 27, 2020, SEBI circular no SEBI/HO/CDMRD/DRMP/CIR/P/2021/08 dated January 11, 2021 and in modification to MCXCCL circular MCXCCL/RISK/223/2024 dated September 05, 2024 Clearing Members of the MCXCCL are notified as under:

MCXCCL has categorized the commodities based on their realized volatility and classified the commodities into three categories of volatility. Accordingly, the applicable minimum initial margin (IM), Short Option Minimum Margin (SOMM), minimum Margin period of Risk (MPOR) and minimum Volatility Scan Range (VSR) is provided as **Annexure -1**.

In case of Agri Commodities an additional lean period margin of 2% shall be imposed on contracts expiring during lean period. The details of lean period shall be available on the website of the lead Exchange.

The provisions of this circular shall be applicable from begin of day on **April 01, 2025**.

Members are requested to take note of the same.

Fardeen Siddiquee
Chief Risk Officer

Encl.: As above

Kindly contact Customer Support on 022 - 6649 4040 or send an email at customersupport@mcxindia.com for any clarification.

----- Corporate office -----
Multi Commodity Exchange Clearing Corporation Limited
Exchange Square, CTS No. 255, Suren Road, Chakala, Andheri (East), Mumbai – 400 093
Tel.: 022 – 68646000/50956000 Fax: 022 – 67269558 CIN: U74999MH2008PLC185349
www.mcxcl.com email: customersupport@mcxindia.com

Annexure 1

Sr. No	Commodity	Lead Exchange	Volatility Category	Applicable Minimum IM %	Short Option Minimum Margin % (SOMM)	Applicable Minimum MPOR	Applicable Minimum VSR (%)
1	GOLD	MCX	Low	6	6	2	4
2	LEAD	MCX	Low	6	-	2	-
3	COTTONCNDY	MCX	Low	8	-	3	-
4	STEELREBAR	MCX	Low	6	-	2	-
5	KAPAS	NCDEX	Medium	10	-	3	-
6	MENTHAOIL	MCX	Medium	10	-	3	-
7	COPPER	MCX	Medium	8	8	2	5
8	ALUMINIUM	MCX	High	10	-	3	-
9	CRUDEOIL*	MCX	High	10	10	3	6
10	COTTONOIL	NCDEX	High	12	-	4	-
11	NATURALGAS*	MCX	High	10	10	3	6
12	NICKEL	MCX	High	10	-	3	-
13	SILVER**	MCX	High	10	10	3	6
14	ZINC	MCX	High	10	10	3	6

** In view of the volatility experienced in Crude Oil and Natural Gas contracts in the past and as per MCXCCL circular no MCXCCL/RISK/203/2024 dated August 13, 2024 and as per MCXCCL circular no MCXCCL/RISK/202/2023 dated August 23, 2023 applicable minimum IM (%), SOMM (%) and VSR (%) is kept as 33%, 33% and 33% for Crude Oil and 13%, 13% and 6% for Natural Gas respectively.*

*** As per MCXCCL circular no MCXCCL/RISK/209/2024 dated August 21, 2024 applicable minimum IM (%), SOMM (%) and VSR (%) is kept as 16%, 16% and 6% respectively.*

Note:

1. The revised minimum IM %, SOMM, VSR % and minimum MPOR shall also be applicable to the variants of the above commodities.
2. Initial Margin shall be higher of minimum Initial Margin as prescribed in the above table or VaR scaled up by MPOR of respective commodity.
3. The margins levied on seller of the Options shall be higher of SOMM as prescribed in the above table or VaR scaled up by MPOR of respective commodity.
4. For options on goods Margin Period of Risk (MPOR) shall be at least equal to three days or MPOR of corresponding futures contracts, whichever is higher.