

Power Exchange India Limited

Circular No PXIL/Market Operations/2009/015

Date: November 02, 2009

Subject: Modification in Trading Calendar for Weekly Product

Pursuant to Rules, Bye Laws and Business Rules of the Exchange, the Members of the Exchange are notified as hereunder:

In Partial modification to Circular no. PXIL/Market Operations/2009/007 and Circular no. PXIL/Market Operations/2009/011, Members are requested to take note of the following changes.

Clause 1.2 Contract Calendar/ Period, of the Circular no. PXIL/Market Operations/2009/007 stands amended as follows:

The Exchange shall operate Weekly contracts, wherein the contract period shall be determined by reference to a calendar week of seven days i.e. from Monday to Sunday rather than by reference to calendar dates as specified in the said Clause 1.2. The Delivery Days shall be each day of such contract period.

Clause 1.4 Trading Days, of the Circular no. PXIL/Market Operations/2009/007 stands amended as follows:

The Exchange shall operate on various days called the Trading Day, as may be notified by the Exchange from time to time.

Circular no. PXIL/Market Operations/2009/011 stands amended as follows:

The Trading Day for any Weekly Contract shall be the Thursday of the prior Week. The Trading Calendar for the Weekly Product is hereby modified as detailed in Table I below. Consequently, all previous Trading Calendar(s) stand withdrawn.

Table I - TRADING CALENDAR FOR THE PERIOD - NOVEMBER TO DECEMBER 2009			
Serial No	Delivery Week	Delivery Days	Trading Day
1	2009/46	Monday, November 9, 2009 to Sunday, November 15, 2009	Thursday, November 5, 2009
2	2009/47	Monday, November 16, 2009 to Sunday, November 22, 2009	Thursday, November 12, 2009

Table I - TRADING CALENDAR FOR THE PERIOD - NOVEMBER TO DECEMBER 2009			
Serial No	Delivery Week	Delivery Days	Trading Day
3	2009/48	Monday, November 23, 2009 to Sunday, November 29, 2009	Thursday, November 19, 2009
4	2009/49*	Monday, November 30, 2009 to Sunday, December 6, 2009	Thursday, November 26, 2009
5	2009/50	Monday, December 7, 2009 to Sunday, December 13, 2009	Thursday, December 3, 2009
6	2009/51	Monday, December 14, 2009 to Sunday, December 20, 2009	Thursday, December 10, 2009
7	2009/52	Monday, December 21, 2009 to Sunday, December 27, 2009	Thursday, December 17, 2009
8	2009/53*	Monday, December 28, 2009 to Sunday, January 3, 2010	Thursday, December 24, 2009
9	2010/1	Monday, January 4, 2010 to Sunday, January 10, 2010	Thursday, December 31, 2009

**Since these Contract Weeks are spread over two separate months, two separate applications would need to be submitted to the Nodal RLDC. For example, for Delivery Week 49, the first application would be submitted for November 30, 2009 and the second application for December 1, 2009 to December 6, 2009.*

Clause 1.9 (5) Revisions, of the Circular no. PXIL/Market Operations/2009/007 stands amended as follows:

The schedules under the contract can be revised from time to time during the delivery period, in accordance with and as prescribed in guidelines for bilateral Open access. No penalties will be levied for any revision in schedules up to 80% of Approved Trade Value for delivery period on weekdays (from Monday to Friday) and up to 50% of Approved Trade Value for delivery period on weekends (Saturday and Sunday) with mutual consent.

Clause 1.10 (2) Penalty Structure, of the Circular no. PXIL/Market Operations/2009/007 stands amended as follows:

1. Revisions in schedules below 80% (on weekdays, from Monday to Friday) and 50% (on weekends, Saturday and Sunday) of the Approved Trade Volume will also attract Penalty as at Table-I hereinbelow:

Table-I

Particulars	Buyer	Seller
In case Buyer Demands Revision	Pay in 25% of the differential of revision below 80% (on weekdays) / 50% (on weekends) of the Approved Traded Value as Penalty.	To receive Payout of Penalty as prescribed by Exchange from time to time.

In case Seller Demands Revision	To receive Payout of Penalty as prescribed by Exchange from time to time.	Pay in of 25% of the differential of revision below 80% (on weekdays) / 50% (on weekends) of the Approved Traded Value as Penalty.
---------------------------------	---	--

For example, in case of a scheduled contract of 100 MW at Rs 5 between a buyer and seller, mutually agreed revision up to 80 MW will not call for penalty. However in case of a revision initiated for 50 MW for one day RTC during the weekdays (i.e. for any day from Monday to Friday), say by a seller and agreed by buyer, will call for penalty of $0.25 \times (80-50) \times 24 \times 5 = \text{Rs } 9 \text{ Lakhs}$. The penalty of Rs 9 Lakhs would be paid to the Exchange by seller which will be paid to the buyer on receipt.

In case the revision during the weekend (i.e. for either Saturday or Sunday), a revision upto 50 MW will not call for any penalty. However, for revisions initiated for say 30 MW for one day RTC during the weekend (i.e. for either Saturday or Sunday), say by a seller and agreed by buyer, will call for penalty of $0.25 \times (50-30) \times 24 \times 5 = \text{Rs } 6 \text{ Lakhs}$. The penalty of Rs 6 Lakhs would be paid to the Exchange by seller which will be paid to the buyer on receipt.

In addition to the above, in Partial modification to Circular no. PXIL/CLRG/2009/008, Members are requested to take note of the following changes:

In view of the above changes, the Margin requirements for Weekly Product as detailed in **Clause 1. B. Weekly Product, of Circular no. PXIL/CLRG/2009/008**, stands amended as follows:

i. Trading Day

- a. At the time of Bid: Both buyer and seller would provide Bid Security equal to Re. 1 per unit for the total bid quantity for the Contract period. Buyer and Seller would be required to bring the entire Bid Security in the form of Cash/Allocation of Bank Limit.
- b. After matching of Trade: Buyer member would provide 4 days' Matched Trade Value.
- c. Seller members margin shall be scaled up to 20% of the respective matched trade value.

ii. On receipt of Approval from Nodal RLDC :

Buyer Margins would be recalculated and revised to 4 days' Approved Trade Value in accordance with the Bilateral Schedule approved by respective Nodal RLDC's. In case of Sellers, Margins would be recalculated and revised to 20% of the Approved Trade Value in accordance with the Bilateral Schedule approved by respective Nodal RLDC's.

Seller's Margin will gradually reduce from the start of delivery to end of delivery and Buyer's Margin will gradually reduce 4 days' from the End of Delivery Day.

All Members need to maintain 25% of the applicable Margins in Cash/Allocation of Bank Limit after the Bids are matched.

In case of any clarification, Members are requested to contact the undersigned at 022-26530504 or 09819996449.

For Power Exchange India Limited

Sd/-

Satyajit Ganguly

Head - Operations