

PMEX Aluminum (5 MT) Futures Contract Specification

1	Trading hours	<p>Hours of Trading in the Aluminum (5 MT) Futures Contract shall be Monday to Friday (excluding Exchange specified holidays) as given below or as specified by the Exchange from time to time:</p> <p>Normal Trading Session 03:30 am to 02:00 am PST (next day)</p> <p>On every Monday trading will start at 03:00 am and on the last trading day contract will be closed at 04:00 pm</p>
2	Contract size	5 Metric Ton (MT)
3	Trading System	PMEX ETS
4	Price Quotation	US dollars per Metric Ton, up to two decimal places.
5	Tick size	\$0.25 per MT
6	Tick Value	\$1.25
7	Contract Months	First three months. Additional contract months would be made available at the discretion of the Exchange.
8	Last Trading Day	Trading terminates at the close of business on the third to last business day of the month preceding the named contract month or on a day specified by the Exchange as a last trading day.
9	Holiday Convention	In case the last trading falls on an Exchange holiday, previous day will be designated as last trading day.
10	Settlement Mode	Cash Settlement in Pakistani Rupees.
11	Daily Settlement Price	<p>Exchange will determine daily settlement price using one of the methods described hereunder or in such other manner as specified by the Exchange from time to time:</p> <ul style="list-style-type: none"> • Last traded Price • Average of best bid and offer prices at the time of closing. • The last publicly available price of the corresponding month of Aluminum Futures Contract of CME (Commex) or from a source as determined by the Exchange at the time of closing.
12	Final Settlement Price	Final settlement price will be the daily settlement price on the Last Trading Day of the contract or as specified by the Exchange through a circular.
13	Daily Settlement Amount	Daily Settlement of PMEX Aluminum (5 MT) Futures Contract will result in a cash settlement amount in Rupees. The daily cash settlement amount shall be the day's mark-to-market profit or loss amount in Rupees based on the Daily Settlement Price of the PMEX Aluminum (5 MT) Futures Contract converted at the USDPKR Exchange rate as determined and notified by the Exchange.
14	Final Settlement Amount	Final Settlement of PMEX Aluminum (5 MT) Futures Contract will result in the delivery of a cash settlement amount in Rupees on the Final Settlement Date. The cash settlement amount on the Final Settlement Date shall be the last trading day's mark-to-market profit or loss amount in Rupees based on the Final Settlement Price of the PMEX Aluminum (5 MT) Futures Contract converted at the USDPKR Exchange rate as determined and notified by the Exchange.
15	Position Limit	<p>Up to 500 contracts per Broker (including proprietary and all its customers)</p> <p>Up to 25 contracts per Customer of Broker.</p>
16	Margin Requirement	<p>The amount of margin payable by Brokers in respect of their outstanding contracts shall be determined by the Exchange. Exchange will amend margin requirement whenever necessary or required due to changes in market conditions and risk management principles.</p> <p>All Margins will be collected in Pakistani Rupees.</p>

17	Initial Margin	Initial Margin will be based on VaR methodology at 99% Confidence Interval over a 1-day Time Horizon, rounded up to the nearest 0.25% or as specified by the Exchange from time to time.
18	Special Margin	Exchange reserves the right to impose special margins for short duration of time during periods of increased or excessive volatility. Special margins will be computed by increasing the look-ahead period, reducing sample size, or by changing any other parameters used in the VaR methodology.
19	Further Regulations	This contract shall be subject, where applicable, to the Futures Market Act, 2016 and PMEX Rule Book of the Pakistan Mercantile Exchange Limited.