**Annexure II**

**Important Points & Risk Management Framework**

1. The **SILVER Grains T+0, UAEGD SILVER Grains T+0 , UAEGDCEPA SILVER Grains T+0** will have the maximum Daily Price Limit up till 9% of the Previous Close Price, which shall be gradually relaxed in steps of 3%. The initial price limit shall be set at 3% from the Previous Close Price (PCP) of the contract. In case the daily price limit of 3% is breached, the daily price limit will be relaxed upto 6%. In case the daily price limit of 6% is also breached, then after cooling off period of 15 minutes, the daily price limit will be relaxed upto 9%. In case the daily price limit of 9% is also breached, the price band would NOT be relaxed automatically. The Exchange shall consider the price movement in the International Market in such cases. If the price movement in International markets is more than the maximum daily price limit of 9%, the same may be further relaxed in steps of 3% and will be informed to the regulator immediately.
2. The “Accredited Members Name” refers to the list of Active Good Delivery Members as per UAE Good Delivery list as provided by Govt. of UAE for UAEGD contracts and to the list of Good Delivery Current List as approved by LBMA for LBMA contracts.
3. The SILVER Grains T+0, UAEGD SILVER Grains T+0 , UAEGDCEPA SILVER Grains T+0 contract is proposed to be traded for T+0 settlement wherein 100% advance pay in of Funds is mandatory prior to placing a buy order and 100% advance pay in of Securities (BDR) is mandatory prior to placing a sell order on the exchange, which ensures mitigation of settlement risk.
4. No positions of members or clients of **SILVER Grains T+0, UAEGD SILVER Grains T+0, UAEGDCEPA SILVER Grains T+0** contract will get netted with any of the existing positions of other contracts/products.