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MCX rolls out EFP facility

MCX, INDIA'S leading commodity exchange has launched the Exchange of Futures for Physicals (EFP) transaction facility for the first time in the Indian commodities market. This is an important step towards achieving greater integration of the commodity futures markets with the physical market and it will greatly enhance the utility of commodity futures trading for commodity value chain stakeholders. An EFP transaction is an exchange of futures contracts for a physical commodity transaction between two market participants. Through EFP either new futures positions are created, existing futures positions are closed or futures positions are swapped with physical commodity positions.