MCX to launch rubber futures on Aug 16

THE MULTI Commodity Exchange of India (MCX) — the country's largest commodity exchange — will commence trading in rubber futures contract effective from August 16. This new agri contract is targeted towards offering an effective hedging solution to rubber value chain participants, such as growers, traders, exporters, importers and tyre manufacturing companies. Contracts ending in September 2018, October 2018, November 2018, and December 2018 would be available for trading, MCX said. The underlying quality of the contract is the Ribbed Smoked Sheets 4 (RSS4) and the lot size is 1 tonne with compulsory delivery option logic. The price for 100 kg is quoted Ex-Kochi (Ernakulam), exclusive of all sales/goods and services tax. MCX's managing director and chief executive officer Mrugank Paranjape said with the launch of rubber futures contract, MCX expects to provide transparent and fair benchmark prices that closely reflect supply and demand fundamentals in physical rubber market.