Circular no.: MCX/ MEM/282/2010 August 7, 2010

Market Access through Authorised Persons

Forward Markets Commission (FMC) vide its circular no. 6/3/2008-MKT-I dated July 28, 2010, in order to streamline the regulation of intermediaries in the Commodity Futures Market, has issued Regulatory Framework for Market Access through Authorised Persons in Commodity Futures Market. The copy of the same is attached as **Annexure1**.

Important stipulations according to the above mentioned framework inter alia, include that:

1. **The system of sub-brokers by whatever name called is discontinued forthwith across all Commodity Derivative Exchanges.** Therefore, the Members of the National Commodity Exchanges will be allowed to provide access to their clients only through **"Authorised Persons"**.

2. Hence, all appointments, by whatever names being earlier made by the Commodity Exchanges, shall be extinguished. The Exchanges have been advised to take appropriate steps to ensure smooth transition within a stipulated time frame which shall be **not more than 60 days from the date of issue of the FMC's directive vide circular no. 6/3/2008-MKT-I dated July 28, 2010.**

In view of the above, Members desirous of dealing through Authorised Person(s) are advised to seek approval of the Exchange by submitting an application in the prescribed format, duly complete in all respects, to the Membership Department of the Exchange within the aforesaid time frame.

The relevant documents required for making application for appointment of Authorised Persons are available on the following link:
www.mcxindia.com/Membership/Authorised Person

In view of the above, Members are advised to comply with the provisions of the FMC's directive regarding discontinuation of the sub-brokers (or by whatever name called) appointed by them.

J. B. Ram
Sr. Vice President
Membership & Inspection

Kindly contact Membership Team on 022 – 6649 4080 or send an email at membership@mcxindia.com for further clarification.

---------- Corporate office ----------
Multi Commodity Exchange of India Limited
Exchange Square, CTS No. 255, Suren Road, Chakala, Andheri (East), Mumbai – 400 093
Tel.: 022 – 6649 4000 Fax: 022 – 6649 4151
www.mcxindia.com email: customersupport@mcxindia.com