भारतीय प्रतिभूति और विनिमय बोर्ड
Securities and Exchange Board of India

CIRCULAR

HO/47/16/14(3)2026-MRD-POD1/I/25885/2026 **November 17, 2026**

To,

The Managing Directors / Chief Executive Officers,

All Recognized Clearing Corporations having Commodity Derivatives Segment

Sir / Madam,

Sub: Review of Margin Framework for Commodity Derivatives Segment

1. The norms relating to margin framework in the commodity derivatives segment are prescribed under Chapter 9 of SEBI Master Circular for Commodity Derivatives segment dated Aug 04, 2023.

2. Based on representations received from stakeholders, recommendations by the Working Group(WG) on 'Review of current regulatory norms applicable to Agri Commodity Derivatives Segment' and Risk Management Review Committee(RMRC), it has been decided to revise the minimum Initial Margin (IM) and minimum Margin Period of Risk (MPOR). Accordingly, the Para 9.1.3.I.a(iv) regarding “Minimum value for Initial Margin and minimum MPOR” of Chapter 9 of the aforementioned Master Circular stands revised as under:

   (iv) Based on volatility category, minimum initial margin (IM) and minimum MPOR shall be as under:

Volatility Category of Commodity	**Minimum IM**		**Minimum MPOR**	
	Non-Agri	**Agri**	**Non-Agri**	**Agri**
Low	6%	6%	2	2
Medium	8%	8%	2	2
High	10%	10%	3	3

3. The circular shall come into force from December 01, 2026.

4. This circular shall be applicable for a period of one year from the date of issuance of this circular. Provided that the Board may, if considered necessary, extend this period, by way of a separate circular issued in this regard.

5. The MIIs are advised to:
   5.1. take necessary steps and put in place necessary systems for implementation of the above.
   5.2. make necessary amendments to the relevant bye-laws, rules and regulations, wherever required, for the implementation of the above; and,
   5.3. bring the provisions of this circular to the notice of the market participants (including investors) and disseminate the same on their website.

6. This circular is issued in exercise of the powers conferred under Section 11(1) of the Securities and Exchange Board of India Act 1992, read with Regulation 51 of the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2018, to protect the interests of investors in securities and to promote the development of, and to regulate the securities market.

7. The Circular is issued with the approval of the competent authority.

8. This Circular is available on SEBI website www.sebi.gov.in under the category "Circulars" and "Info for Commodity Derivatives".

Yours faithfully,

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