



Mercantile Exchange Nepal Limited
— Where the Nation Trades —
AN ISO 9001:2008 CERTIFIED EXCHANGE

Press Release

DSILVER- a physically deliverable product

Aspiring to lead the Nepalese commodity market to new heights, MEX Nepal introduces the first full fledge delivery mechanism in Nepal in its latest presentation DSILVER- a physically deliverable product. “Mercantile Exchange Nepal limited (MEX Nepal)” and “Century Commercial Bank Limited (CCBL)” proudly announce their partnership for designated banking partner and physical delivery of silver. The agreement between MEX and CCBL was signed by Mr. Jitesh Surendran, CEO of MEX Nepal and Mr. Anuj M Timilsina, Officiating CEO of CCBL in the premises of CCBL on 2nd June, 2014.

In an attempt to introduce physical delivery of Silver for the first time in the Commodity Market of Nepal, MEX Nepal and CCBL decided to go live for the delivery contract of silver from 5th June, 2014. The contract named as “DSILVER20KG” would allow the physical buyer to buy the silver through exchange mechanism. Here, buyer can use the trading account of MEX where they can analyze the price movement on the live market.

Clients can trade in Silver contract by opening an account in the CCBL and registering as a client under MEX Nepal. The exchange facilitates minimum lot of 20 kg in its launching phase while lower contract sizes up to 1 kg will also be added soon. In its future endeavor to accommodate the local market and local products, the exchange is soon to include several agro products in physical delivery mechanism. Physical delivery process can be initiated by depositing only 15 % of the contract value after registration. The contract will have 15 days validity whereas client can take the physical delivery within 1 working day provided they deposit the remaining balance in the bank account. If client doesn't deposit remaining amount within T+5 days storage charge of Rs 20 per kg per day will be applicable.

The price of silver is purely market driven competitive price and its movement depends on the international market. Trading hour is scheduled to be 11 pm to 4 pm, from Monday to Thursday and 11 am to 1 pm on Friday. However Market shall be closed on international market holiday and local bank

holiday .Commission applicable is Rs 1200+VAT per trade (for 20 kg contract). the exchange is soon planning to add agro products in physical delivery mechanism

The physical delivery of silver is feasible in all the branches of CCBL inside Kathmandu valley and Biratnagar, Janakpur, and Butwal.