

MULTI COMMODITY EXCHANGE OF INDIA LTD (MCX)

MCX GOOD DELIVERY BARS FOR INDIAN GOLD MARKET

Multi Commodity Exchange of India Ltd (MCX), the world's largest gold futures exchange (in terms of the number of contracts traded), is headquartered in Mumbai, the financial capital of India.

MCX, established in 2003 as a demutualised nationwide electronic commodity futures exchange, is remarkable in that a significant number of its gold futures contracts result in a physical delivery of bars to the buyer.

MCX has 2,153 registered members that operate through 296,896 trading terminals in 1,572 cities and towns across India. In addition to gold, it covers more than 40 commodities, including ferrous and non-ferrous metals, energy and agri-commodities.

Website: www.mcxindia.com

MCX GOLD CONTRACTS

MCX offers 4 gold futures contracts that can lead to the supply of MCX Good Delivery bars.

Contract	Trading Unit	Good Delivery Unit			First Issued
		Weight	Shape*	Gold Purity %	
Gold	1000 g	1000 g cast bar	Rectangular	99.5	2003
Gold Mini	100 g	100 g cast bar	Rectangular	99.5	2003
Gold Guinea	8 g	8 g minted "coin"	Round	99.9	2008
Gold Petal	1 g	8 g minted "coin"	Round	99.9	2011
Gold Petal Delhi	1 g	8 g minted "coin"	Round	99.9	2011

Source: MCX. *In India, round bars are commonly called "coins".

MCX GOOD DELIVERY BARS

MCX Good Delivery bars, at this time, are imported bars, manufactured by gold refiners that are accredited to the London Bullion Market Association (LBMA).

The imported bars, in readiness for delivery nationwide, are initially held in an MCX vault in Ahmedabad, about 700 km northwest of Mumbai.

Subsequent delivery, if required, can be made through vaults in Mumbai, Hyderabad, Chennai and New Delhi.

While the 1000 g and 100 g cast bars are manufactured by many refiners from around the world, most of the minted "coins" are manufactured by refiners in Switzerland.



MCX, established in 2003, operates through 296,896 trading terminals in 1,572 cities and towns in India.



MCX uses a state-of-the-art electronic trading platform.

The delivery of gold, if required, can be in the form of 1000 g, 100 g and 8 g bars.



ANNUAL NUMBER OF TRADED GOLD CONTRACTS SINCE 2003

Year	Number of Traded Contracts			
	Gold	Gold Mini	Gold Guinea	Gold Petal
	Unit: 1000 g	Unit: 100 g	Unit: 8 g	Unit: 1 g
2003	2,013	1,789	-	-
2004	632,843	90,525	-	-
2005	2,600,407	98,462	-	-
2006	9,957,351	1,870,417	-	-
2007	7,604,891	2,735,595	-	-
2008	14,024,217	10,027,147	1,949,841	-
2009	12,144,967	14,756,451	3,522,013	-
2010	12,052,225	15,307,163	4,221,977	-
2011	12,655,760	26,200,538	9,411,275	31,086,737
Totals	71,674,674	71,088,087	19,105,106	31,086,737

Source: MCX

In 2011, 79 million gold contracts were traded at the MCX.

The most popular contracts were the 1 g Gold Petal (31 million) and the 100 g Gold Mini (26 million).

PHYSICAL DELIVERY OF GOLD BARS

Amount: In Kilograms (Kg)

Year	Recorded Delivery of Gold Bars			
	Gold	Gold Mini	Gold Guinea	Gold Petal
	Unit: 1000 g	Unit: 100 g	Unit: 8 g	Unit: 1 g
	Amount: Kg	Amount: Kg	Amount: Kg	Amount: Kg
2003	-	-	-	-
2004	378	-	-	-
2005	2,478	73.8 (From 8/2005)	-	-
2006	4,974	2,192.8	-	-
2007	3,886	1,788.1	-	-
2008	3,024	1,539.4 (From 7/2008)	328.272	-
2009	7,793	2,357.7	108.298	-
2010	4,380	8,112.2	326.638	-
2011	2,706	4,323.2	493.624	33.536 (From 5/2011)
Totals	29,619	21,086.4	1,299.472	33.536

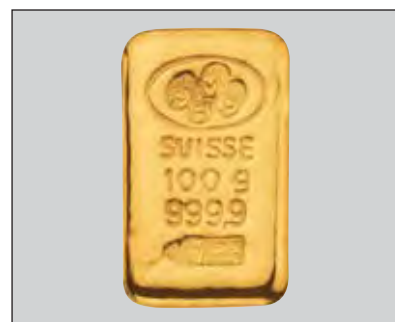
Source: MCX

Since 2004, 52 tonnes of gold bars and "coins" have been delivered.

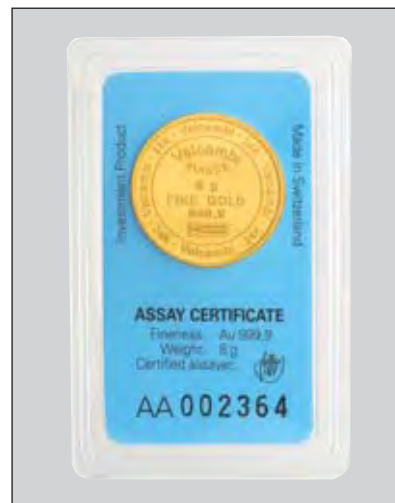
In summary, 29 tonnes (1000 g bars), 21 tonnes (100 g bars) and 1.3 tonnes (8 g "coins").



Example of MCX Good Delivery 1000 g bar for "Gold" contracts.



Example of MCX Good Delivery 100 g bar for "Gold Mini" contracts.



Example of MCX Good Delivery 8 g "coin" for "Gold Guinea" and "Gold Petal" contracts.

Refer to disclaimer on website: www.goldbarsworldwide.com

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