

Commodity Options – Key points

- Commodity options are linked to Futures prices.
- Commodity options aren't cash settled .
- At expiry – OTM options expiry worthless , ITM options devolved into futures position of the current month at expiry if position isn't squared off
- Option writing isn't activated by default for all clients.
- On the last day new positions aren't allowed

Currency Options – Key Points

- Weekly / Monthly options are available for trading
- Currency options are cash settled
- Currency options expire at 12.30 pm on the day of expiry
- No approval required for writing Options

Commodity option writing process

- In commodity segment , options writing isn't activated by default .

Steps to Activate

For activation , a mail has to sent to Risk dept (riskcommodity@sharekhan.com) , Jigar Pandit (jigarpandit@sharekhan.com) and Dibyendu Sahu (dibyendu@sharekhan.com) . Pls keep Group Head , Branch Manager , Regional Commodity & Currency Manager or any concerned people in CC also.

After approval from Jigar pandit / Dibyendu Sahu , the risk dept will activate options writing for the client. Once options writing is activated , writing/selling orders can be placed.