



# **INDIA PEPPER AND SPICE TRADE ASSOCIATION**

**VI/150, JEW TOWN, MATTANCHERRY, KOCHI – 682002 Phones – 0484 – 2224263**

**Email: [info@ipstaindia.com](mailto:info@ipstaindia.com)**

## Product Note for Black Pepper spot trading in IPSTA

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### **Annexure 1**

Basic product information, contract specifications, procedures and pattern.

### **Annexure 2**

Description of quality parameters, delivery information, labelling on bags and procedures pertaining to warehouses, charges, insurance, revalidation etc.

### **Annexure 3**

Delivery confirmation

### **Annexure 4**

Procedure, conditions, norms of deposit, quality check and withdrawal of commodity

### **Annexure 5**

Other terms and conditions

### **Annexure 6**

Disputes and Arbitration

### **Annexure 7**

Non – ENWR (Physical Receipt) IPSTA Farm Grade Black Pepper



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Annexure 1

## **Contract Specifications of Black Pepper 510 GL IPSTA designated Warehouse**

<b>Commodity Details</b>	
Commodity	Black Pepper 510 GL
Symbol	PPR
Description	Black Pepper of 510 GL
<b>Contract Specifications</b>	
Daily Contract	Sellers should deposit Pepper with the warehouse and only after that IPSTA will allow participation on the trading platform. Each buying and selling transaction will be settled on Trade to trade basis and result into compulsory delivery.
Trading Period	Monday to Friday
Trading Session	10 AM to 3 PM
<b>Trading Related Information</b>	
Trading Unit	1 MT
Quotation / Base Value	Indian Rupees per Kg
Tick Size (minimum price movement)	25 ps
Price Quote	IPSTA designated warehouse
<b>Initial Margin</b>	
Buyer Side	5 %
Seller Side	NIL
Maximum Lot Size	10 Tons
<b>Delivery Related Information</b>	
Delivery Unit	1 MT
Delivery Period Margin	NIL
Delivery Center(s)	IPSTA Designated Warehouse
Delivery Logic	
Packing	Size / quantity of each bag shall be of 50Kg net in new double poly woven bags / machine stitched.
<b>Auction Related Details</b>	
Symbol for Auction Buy-in	<b>PPR</b>
Symbol for Auction Sell-out	<b>PPR</b>
Auction Period	Spot



**Settlement Schedule:**

<b>Particulars</b>	<b>Day</b>	<b>Pay-In</b>	<b>Pay-Out</b>
Black Pepper – Normal		T+1	T+3
Black Pepper – Auction		T+1	T+3

**Details of Exchange Designated Warehouses and Approved Quality Assayer**

**Name of Quality Certificate Agency** : **IPSTA Designated NABL Accredited Laboratory.**

**Address of the Warehouse** : **IPSTA Designated Warehouse**

:

:

**Email** : **info@ipstaindia.com**

**Warehouse timings** : **10 a m TO 4 P M**

**Sampling and Quality Parameter****Sampling**

Sampling shall be done on Square root basis and by net opening the bags using a sampler through all corners.

**Quality Parameters:****IPSTA GRADE**

Moisture	12.5 % maximum
Light berries	Max upto 7%
Extraneous matter	Max 1%
Foreign matter	0.5% Max
Bulk density	Min 510 GL
Pinheads	Below 2 mm Max 0.6% (300gms /50kgs bag)
Bulk Density of the lot	
Bold percentage of the lot	
5 mm	
4.75mm	
4.25 mm	
Remarks, if any (Upload basic quality parameters certificate)	

To undertake this 5 x 500 gm sample has to be drawn in presence of the party in bags and tamper proof seals to be affixed with serial No. and sent to IPSTA Designated Accredited NABL laboratory:

- |                |   |   |
|----------------|---|---|
| 1. Mineral Oil | - | <b>Absent.</b>  |
| 2. Mould       | - | Max 1% for inbound<br>Max 3% for outbound   |
| 3. Labeling    | - | The product covered by this standard shall be labeled in accordance with the Food Safety and standards (Packaging and Labeling) Regulation 2011. In addition, the forms of the product may also be mentioned on the label. The name of the product shall be "Black Pepper". |



### **Labeling on bags**

The product covered by this standard shall be labeled in accordance with the Food Safety and standards (Packaging and Labeling) Regulation 2011. In addition, the forms of the product may also be mentioned on the label. The name of the product shall be "*Black Pepper*".

### **The label on the bag should consist of the following information**

*(This is as per FSSAI rules)*

Name of the product

Name of the manufacturer / packed by

Mobile Number

Gross weight

Nett weight

Packed MM/YYYY

Batch number  
(For identification purpose)

Best Before

*For Industrial Use only*

*Not for direct consumption*

*Not for retail sale*

*Store in cool and dry place*

*Green dot denoting Vegetarian symbol*

### **Labelling instructions:**

Label shall be in above format. The size will be – Height of the letters 3 mm and numeral shall be 6 mm min, width of the numeral shall be 1/3 rd of its height. The veg logo size must be diameter NT 8 mm with green out line having double size of the diameter of the circle. All information to be in English language and writings must be in clear contrast.

The label must be put in transparent plastic cover and then stitched on the bag in such a manner that it should not get separated from the bag. Content of the label shall be clear, prominent, and legible readily under normal condition of use.



Lot / Code identification: A lot number, batch number, code number is a mark of identification and this has to be mentioned on the bags. This should enable in tracing out the manufacture and identified in the distribution. This must be mentioned on the label.

**Issuance of Warehouse Receipt:**

Immediately upon receipt of stocks at warehouse, an acknowledgement will be issued for the stock received till the receipt of the lab test result is obtained. After the receipt of the lab test result with the confirmation of above specifications within limits the acknowledgement issued earlier shall be cancelled and E-NWR shall be issued by collecting the storage charges for the period from stock receipt to test report receipt. The same has to be deposited with IPSTA with Acknowledgement from the association.

**Storage Charges:**

**As stipulated by Service Provider from time to time. 3 months Storage Charges to be fully Prepaid**

**Validity of Quality Certificate:**

The maximum period of validity of black pepper deposited in Exchange designated warehouse will be three months. There will be a facility to re-validate the E-NWR for another three months after the initial period of deposit. Subject to the payment of revalidation charges & 3 months advance storage charges to the designated warehouse.

**Stipulation:**

Extension for further three months will be given subject to tests connected and solely at the discretion of the storage provider. Holders have to apply for revalidation atleast 10 days prior to the expiry of the Lot.

**Standard Deduction:**

Outbound deduction of upto 300gm / bag of 50 kgs Nett shall be allowed from the weight.

It may be noted that adjustment on account of reduction in moisture during revalidation and / or lifting of Goods shall be considered over and above the standard deduction.

**Charges relating to Trading, Settlement and delivery****Storage Charges: As stipulated by Service Provider from time to time.****A) Cost of transaction:** In respect of Online Auction/ Spot Trading, delivery of Black Pepper the following charges shall be applicable:

<b>Sr. No.</b>	<b>Charges</b>	<b>Amount</b>	<b>Remarks</b>
1.	<b>Transaction charges</b>	(i)For IPSTA Members Rs. 1/kg (ii)For Non Members registered through IPSTA Members: Rs. 1.50/kg. (iii)For Direct Non Members Rs. 2/kg.	
2.	<b>Delivery allocation / warehouse receipt transfer charges</b>	As per Service Provider	
3.	<b>Insurance</b>	As per Service Provider	
4.			
<b>Additional Delivery and QC charges on Fresh deposit of commodities over and above the Transaction Charges.</b>			
1.	<b>Sampling and Quality certification charges</b>	As per Service Provider/NABL Accredited Laboratory	
2.	<b>Loading &amp; Unloading Charges</b>	At Actuals	
3.			
4.			

Note : Taxes Extra as Applicable



**Procedure**

**Upon Receipt of E-NWR Seller/Depositor has to transfer the same to IPSTA Pool Account. Once the IPSTA Pool account is credited for the quantity deposited by the Seller/Depositor, IPSTA will allow the said Lot for Sale on IPSTA Platform, after the Successful sale of the Lot IPSTA upon receipt of the Payment from Buyer will release 95% of the amount on T+3 basis and balance 5% after successful upload by Seller/Depositor on GST Portal.**

**IPSTA will also deduct applicable charges & fees for the transaction.**







### **Other Terms and conditions**

The parties agree to be bound by the Terms and Conditions of use of IPSTA Platform as provided in the IPSTA Online Spot Trading/Auction Platform On Boarding Agreement. The parties acknowledge that they have read these Terms and Conditions and have agreed to be bound by the same.

**Delivery logic:** Compulsory Spot delivery. Transactions on trade to trade basis will be permitted and all trades will result into compulsory delivery.

**Mode of communication:** Normal communication through E-Mail.

**Taxes, Duties, Cess and Levies:** Delivery by seller with GST bill with 5% GST to the buyer. The buyer shall be liable to pay GST on the purchase amount and the seller shall get the GST credit on submission of invoice to the buyer and copy to IPSTA. Delivery lifting charges are borne by the buyers. Sellers tendering commodity or Buyers taking delivery or their clients shall have necessary registration from the concerned tax and other authorities and obtain relevant licenses, if any, required by them. The member giving delivery and the member taking delivery will exchange appropriate tax forms as provided in law and as customary and neither of the parties will unreasonably refuse to do so. 5% GST amount will be withheld by IPSTA until the seller uploads the details on GST website & Buyer receives due Credit from GST Portal.

**Deliverable grade of commodity:** As per Annexure 1 (One)

Quality certificate should be visible to buyers as sellers display their respective lots for sale at the online platform.

**Delivery allocation:** Delivery will be allocated at client level after the pay-in of commodities.

**Odd Lot Treatment:** Deliveries must be in multiples of 1 MT with a tolerance limit of upto 300gm/bag

**Tax Invoice:** The respective clients of members or the member himself in case he sells on this own account, after execution of sale shall have to raise invoice in triplicate- one copy for the onward delivery to the buyer, one copy to be sent to IPSTA and the third to be retained by the seller for his own records.

**Sample Deposit and variable lot wise certificate:** 2.5 Kgs per lot to be provided for sampling purposes. (To the assayers). Standardized Quality parameters certificate to be made available to the participants as features of the lot deposited.

The parties agree to be bound by the Terms and Conditions of use of IPSTA Platform as per OnBoarding Agreement & Product Note. The parties acknowledge that they have read these Terms and Conditions and have agreed to be bound by the same.

**Warehouse, Insurance and Transportation charges:** As specified in Annexure-3

**Extension of delivery period:** As per decision of IPSTA due to a force majeure or otherwise.

**Legal obligation:** The members will provide appropriate tax forms wherever required as per law and as customary and neither of the parties (Seller member and buyer member) will unreasonably refuse to do so.



**Disputes**

In case of any disputes, buyers shall, in writing, report to IPSTA within two working days, the nature of the complaint/ dispute and his grievance that is sought by him.

The seller, if he has any issues, with regard to delivery matters, payment, security of goods, may address the same to IPSTA within two working days.

All disputes shall be settled by arbitration maximum within two weeks. The Arbitrator/s shall be appointed by IPSTA on the receipt of complaint. The decision of the arbitrator/s will be final and binding on all parties.

Cost of Arbitration to be borne equally by Buyer & Seller.

In case of default in payment by the buyer participant of any confirmed trade, IPSTA shall, at the request of the seller participant, facilitate re-sale of the goods within 15 days from default by the buyer participant, and on culmination of such re-sale, if the seller participant incurs any loss, the liability on IPSTA to the seller participant shall be limited to the maximum of the Margin money amount collected from the defaulting buyer participant prior to the Original bid, relating to the said transaction.

**Contract Specifications of IPSTA Farm Grade Black Pepper 510 GL Seller Warehouse**

<b>Commodity Details</b>	
Commodity	Black Pepper 510 GL
Symbol	PPRF
Description	Black Pepper of 510 GL
<b>Contract Specifications</b>	
Daily Contract	Seller will offer their Pepper from their Own Warehouse. Each buying & selling transaction will be settled on Trade to Trade basis and result into compulsory delivery.
Trading Period	Monday to Friday
Trading Session	10 AM to 3 PM
<b>Trading Related Information</b>	
Trading Unit	1 MT
Quotation / Base Value	Indian Rupees per Kg
Tick Size (minimum price movement)	25 ps
Price Quote	Seller's warehouse
<b>Initial Margin</b>	
Buyer Side	5 %
Seller Side	10%
Maximum Lot Size	10 Tons
<b>Delivery Related Information</b>	
Delivery Unit	1 MT
Delivery Period Margin	NIL
Delivery Center(s)	Seller's Warehouse
Delivery Logic	
Packing	Size / quantity of each bag shall be of 50Kg net in new double poly woven bags / machine stitched. Loading point Weight will be final.
<b>Auction Related Details</b>	
Symbol for Auction Buy-in	<b>PPRF</b>
Symbol for Auction Sell-out	<b>PPRF</b>
Auction Period	Spot

**IPSTA FARM Grade Quality Parameters:****Non-ENWR Receipt (Physical Receipt)**

Moisture	13 % maximum
Light berries	Max upto 7%
Extraneous matter	Max 1%
Foreign matter	0.5% Max
Bulk density	Min 510 GL
Pinheads	Below 2 mm Max 0.7% (400gms /50kgs bag)
Bulk Density of the lot	
Bold percentage of the lot	
5 mm	
4.75mm	
4.25 mm	
Remarks, if any (Upload basic quality parameters certificate)	

**Sampling**

Has to be done on Square root basis and by net opening the bags using a sampler through all corners.

To undertake this 5 x 500 gms sample is to be drawn in presence of Seller/Depositor and sealed in bags with tamper proof seals to be affixed with serial No. and sent to any NABL Accredited Laboratory, with a request to arrange the lab test for the following parameters-

1. Mineral Oil - **Absent.**
2. Mould - Max 2% for inbound.  
Max 3% for outbound
3. Labeling - The product covered by this standard shall be labeled in accordance with the Food Safety and Regulation standards (Packaging and Labeling) 2011. In addition, the forms of the product may also be mentioned on the label. The name of the product shall be "Black Pepper".



### **Labelling on Bags**

The product covered by this standard shall be labeled in accordance with the Food Safety and standards (Packaging and Labeling) Regulation 2011. In addition, the forms of the product may also be mentioned on the label. The name of the product shall be "Black Pepper".

### **The label on the bag should consist of the following information**

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Name of the product

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*For Industrial Use only*

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### **Labelling instructions:**

Label shall be in above format. The size will be – Height of the letters 3 mm and numeral shall be 6 mm min, width of the numeral shall be 1/3 rd of its height. The veg logo size must be diameter NT 8 mm with green out line having double size of the diameter of the circle. All information to be in English language and writings must be in clear contrast.



The label must be put in transparent plastic cover and then stitched on the bag in such a manner that it should not get separated from the bag. Content of the label shall be clear, prominent, and legible readily under normal condition of use.

Lot / Code identification: A lot number, batch number, code number is a mark of identification and this has to be mentioned on the bags. This should enable in tracing out the manufacture and identified in the distribution. This must be mentioned on the label.

**Issuance of Acceptance Receipt:**

Once the lot passes as per IPSTA specifications, the IPSTA designated NABL Accredited Laboratory will issue the Certificate of the same. Based on the Certificate IPSTA will allow the lot to be traded on the platform. The buyer has to physically lift the goods once the Lot is sold on the platform and cannot reoffer the same on IPSTA platform.

**Charges:**

**Laboratory Testing and Sealing Charges to be paid by Seller.  
Additional Terms & Conditions as per Annexure 5 & 6 as applicable.**

**Validity of IPSTA Farm Grade Black Pepper:**

The maximum period of validity of black pepper Lot in seller's warehouse will be 15 days.

**Weighment:**

At Actuals at The Time of Loading.

**Disputes:**

In case of default by either participant of any confirmed trade, IPSTA shall, facilitate re-sale of the goods within 15 days from default, and on culmination of such re-sale, if the participant incurs any loss, the liability on IPSTA the participant shall be limited to the maximum of the Margin money amount collected from the defaulting participant based on the Original bid price, relating to the said transaction.