



ECX LOCAL GRADE COFFEE CONTRACTS: DETAILS AND GRADES

CLASSIFICATION- Lower grade coffee is classified as follows:

Local Washed

Coffee Class	Processing	Symbol	Grades
SIDAMA	Washed	LWS	1 TO 4
JIMMA	Washed	LWJ	1 TO 4
FOREST	Washed	LWF	1 TO 4
BY PRODUCT	Washed	LWB	1 TO 4

Local Unwashed

SIDAMA	Unwashed	LUS	1 TO 4, 5A, 5B, 5C
JIMMA	Unwashed	LUJ	1 TO 4, 5A, 5B, 5 C
WLELLEGA	Unwashed	LUW	1 TO 4, 5A, 5B, 5 C
FOREST	Unwashed	LUF	1 TO 4, 5A, 5B, 5 C
HARAR	Unwashed	LUH	1 TO 4, 5A, 5B, 5 C
BY PRODUCT	Unwashed	LUB	1 TO 4, 5A, 5B, 5 C



ECX LOCAL COFFEE CONTRACTS: GRADES AND STANDARDS

Definitions

DEFINITION	
Local/Domestic/ Coffee	This coffee is very inferior in quality and even cannot fit to under grade coffee because of the presence of impurities. Sometimes less impurity coffee can be classified in this group if the coffee is stored for a long period and loses its flavor
Total Value	The sum of raw value and cup quality value.

The grades and Standards-

The grade will be defined based on the parameters determined by coffee and tea quality control & liquoring center.

GRADING FACTORS FOR LOWER GRADE COFFEE

GRADING OF LOCAL UN WASHED COFFEE	
Grade	% BY WEIGHT SOUND BEANS
Grade 1	13 TO 15
Grade 2	10 TO 12
Grade 3	7 TO 9
Grade 4	4 TO 6
Grade 5 A	0 TO 3, dominated by bold black beans
Grade 5 B	0 TO 3, has mixed black beans
Grade 5 C	0 TO 3, dominated by light and broken black beans
GRADING OF LOCAL WASHED COFFEE	
Grade	% BY WEIGHT SOUND BEANS
Grade 1	12 TO 15
Grade 2	8 TO 11
Grade 3	4 TO 7
Grade 4	0 TO 3



ECX LOCAL COFFEE CONTRACTS: STANDARD TRADING TERMS

Standard Lot Size	<p>Unwashed- 30 bags: with a net weight of 85 kg (5 feresula of 17 kgs each) in each bag.</p> <p>Washed- 30 bags: with a net weight of 60 kg in each bag.</p> <p>Tolerance limit:2%</p>
Maximum order size	Maximum order size represents the maximum number of contracts that a Member may transact in a single transaction 100 Lots.
Tick size (Minimum price movement)	1birr increments (All prices will be quoted and traded on 1 whole birr basis)
Daily Position Limit	<p>Daily position limit represents the maximum number of Lots that a Member may transact in a single day-</p> <p>For member collectively for himself and all his clients- 1000 Lots</p> <p>For himself or for a single client- 200 Lots</p>
Daily price filter	<p>The daily price filter is the maximum percentage range, relative to the previous day's closing price, outside of which offer and bid prices may not fall or rise. ECX may change these limits from time to time, on a pre-announced basis.</p> <p>Coffee: 5%</p>
Warehouse Receipt	All Coffee must be placed under the supervision and control of one of the ECX warehouses before trade can be done. Such warehouse receipt can be traded only once between coffee supplier or exporter and a domestic coffee wholesaler.
Warehouse Receipt expiration Period	The Warehouse receipt will be available for trading for a period on 90 days from the day of deposit. However, once traded, the warehouse receipt will expire on the execution of the trade.
Penalty on warehoused goods after expiration	A penalty of 3.5% per day calculated on the tradable value using the closing price of the same grade as the warehoused goods, will be applied after the expiry of warehouse receipts
Price Quote	All prices will be quoted EX -WAREHOUSE exclusive of taxes, fees and charges.
Quotation factor	Birr/ feresula
Trading Session	<p>Monday through Friday</p> <p>Between 9:00 AM to 1:30 PM</p>



ECX LOCAL COFFEE CONTRACTS: STANDARD SETTLEMENT TERMS

Pay-in of Funds (Time when funds will be withdrawn from buyer pay-in accounts).	On T+1 (Trade + one working day)
Pay-out of Funds (Time when funds will be deposited into seller pay-out account)	On T + 1, (Trade + one working day)
Weight Tolerance Adjustment	The tolerance for difference between exact weight recorded and the contract standard weight is adjusted at settlement
Exchange transaction fee	0.2% of transaction value
Handling and Product Certification fee	Sampling and grading, weighting, loading and unloading fees- Birr 3.25 per bag.
Warehouse Storage charge	Birr 0.16 per bag per day



ECX LOCALCOFFEE CONTRACTS: STANDARD DELIVERY TERMS

ECX Warehouse Locations	Addis Ababa, Dilla, Bonga, Dire Dawa, Jimma, Bedele, Gimbi, Nekempt, Awasa
Delivery Notice (Warehouse pick-up instructions will be delivered to the Member representing the buyer)	Next working day after the trade day
Pick Up Notice (Member must fill out a pick up notice (PUN) with the exchange before picking up goods)	After delivery notice is issued but before trade plus ten (T+10) calendar days
Delivery Period (Number of days the buyer will have to pick up the lots from the warehouse without paying additional charges)	Trade plus ten (T+10) calendar days
Failure to Pick up	Buyer is responsible for making arrangement to pick up commodity within the delivery period (T+10). There will be a 1% charge per day of the value of the trade if buyer fails to pick up goods from warehouse after the allotted time.
Extension of Delivery Period	As per the Exchange decision due to a force majeure.