



TANZANIA MERCANTILE EXCHANGE (TMX) COMMODITY TRADING PROCEDURE

1.0 Background

During the 2025/26 Trading season, Tanzania Mercantile Exchange (TMX), in collaboration with Cereals and Other Produce Regulatory Authority (COPRA); Warehouse Receipts Regulatory Board (WRRB); Tanzania Cooperative Development Commission (TCDC) and the Regional Government Authorities and their respective District Government Authorities, will administer the trading of commodities to Region using the Warehouse Receipts System. The auctions aim at bringing competition, efficient, transparent, low transaction cost, Price discovery for the commodities. This procedure covers **Chick peas, Pigeon peas, Soy beans and Sesame seeds**. We welcome all buyers to participate in the upcoming auctions.

2.0 Buyers Obligations

- i. The buyer will be required to comply with the Warehouse Receipts Act Chapter 339 (RE) 2016, Commodity Exchange Act 2015, Cooperative Societies Act 2013, and Cereal and Other Produce Act 2009.
- ii. To fill out the Buyer's Declaration Form and submit it online.
- iii. To review the Sales Catalogue and place his bid price for commodity during the online auction. For further information on how to use the Online Trading System, please contact TMX through +255 22 2923700 +255 713 298 314 or at info@tmx.co.tz
- iv. To deposit security Bond Tanzanian shillings as presented in the table below:

Table No. 1. Security Deposit per tonnage.

S/N	Tonnage (MT)	Amount (TZS)
1.	30 to 50	30,000,000
2.	51 and above	100,000,000

Payments to be made into TMX Settlement Account:

Account Name: Tanzania Mercantile Exchange
Bank Name: CRDB
Account Number: 0150259178501
Swift Code: CORUTZTZ

NB: Other charges per kilogram will be paid by the buyer on top of winning price per kilogram as indicated below:

Table No. 2. Charges for Chick peas, Pigeon Peas and Soy beans.

SN.	Type of charges	Amount (TZS/Kg)
1.	Cooperative societies administration	60
2.	Warehouse operator	38
3.	Warehouse Crop Storage Guarantee charge	5
4.	Transportation	40
5.	Trading administration	5
6.	Region administration	2
7.	District administration	2
8.	Bags	20
9.	Crop development	30
Total charges		202 + 3% CESS

Table No. 3. Charges for Sesame seeds

SN.	Type of charges	Amount (TZS/Kg)
1.	Cooperative societies administration	100
2.	Warehouse operator	38
3.	Warehouse Crop Storage Guarantee charge	5
4.	Transportation	40
5.	Trading administration	5
6.	Region administration	2
7.	District administration	2
8.	Bags	20
9.	Crop development	30
Total charges		242 + 3% CESS

- v. The successful /winning buyer in the auction will be required to accomplish the following:
 - a. To settle the payment for commodity he/she has bought within **72 working hours** from the time the invoice is issued.
 - b. Payments for commodity and other charges will be made respectively as indicated in the Sales Invoice.
 - c. If payment is not completed within **72 working hours**, the buyer will be required to pay the unpaid amount with a penalty charge of **5%** of the unpaid amount during a period not exceeding **24** hours following the expiration of the **72 hours** indicated in the sales invoice which was issued to the buyer.
 - d. Failure to do that, the buyer will be declared as a defaulter and the commodity will be re-auctioned, and the security deposit held by TMX will be utilized to compensate the sellers.
 - e. For the unsuccessful buyer Upon written request, the security deposit shall be transferred back to the buyer with **48** working hours on working day.
- vi. Buyer is required to adhere to all terms and conditions for participating the trade sessions as stated in this trading procedure.

3.0 The Buying Process

- i. Buyers to deposit security bond in Tanzania Shillings (TZS) into TMX settlement account;
- ii. Buyers to register into the TMX Online Trading System (OTS);
- iii. Unions in collaboration with TMX prepare 'Sales Catalogue' using the WRS verified warehouse stock information;
- iv. Sales Catalogue Information to be entered for auctions respective of AMCOS Quantity arranged in the warehouse.
- v. The TMX (OTS) will be opened for buyers during the pre-bid session for buyers to place their price. Buyers price will be unveiled on the commodity live auction.
- vi. Buyers will bid as per LOT (Each lot showing quantity deposited by AMCOS in the warehouse). Each LOT will be sold in **120** seconds (**2**

minute). for each price increment, the system will reset time to **60** seconds until no more bids increments;

- vii. Unions will fill in the Consent Forms Online on the TMX Online Trading System.
- viii. The results will be displayed online showing successful buyers' quantity and price. The winner will be determined after the sellers agree to the price within **half an hour** after the trading session is closed.
- ix. The successful buyers will receive a notification accompanied by an invoice. The payment shall be affected within a period not exceeding 72 hours working days and should be made as instructed in the Sale's Invoice.
- x. TMX will provide information to stakeholders showing the successful buyers' quantity and respective price.
- xi. If a buyer has decided to request a refund, he/she will be repaid within 48 hours of working days from the receipt of the official request to TMX.

4.0 Dispute Resolution

Any type of conflict between one side and the other will be resolved under Article No. 6 – (1) (b) of the Food Security Act Chapter 249 and Amendments made by the Cereals and Mixed Crops Act of 2009, Rule 83 of Code Cooperatives of 2015, Commodity Exchange Act 2015 and Warehouse Receipts Act Chapter 339 (RE) 2016



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ISSUED BY THE CHIEF EXECUTIVE OFFICER
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29 APRIL, 2025
Second Edition

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