



## **TANZANIA MERCANTILE EXCHANGE (TMX)**

### **SESAME SEEDS TRADING PROCEDURE**

#### **1.0 Background**

In the trading season 2024/25, 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 auctions for sesame in warehouses using the Warehouse Receipts System. In this sesame trading season, an estimated 100,000 tons are projected to be sold from the regions of Lindi, Mtwara, Coast Region, Dodoma, Katavi, Morogoro, Songwe and Ruvuma. These auctions aim to bring fair and transparent competitive prices and reduce the transaction costs of purchasing sesame seeds. All buyers, both domestic and international, small and large, are welcome 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 Exchanges Act 2015, and the Tanzania Cooperative Development Commission as per the Cooperative Societies Act.
- ii. To fill out the Buyer's Declaration Form to be able to participate on the Online Trading System (OTS) and submit it online to TMX.
- iii. To review the Sales Catalogue and enter the desired purchase price for sesame seeds online during the auction. For further information on how to use the Online Trading System, please contact TMX at +255 713 298 314 or +255 685 319 433.
- iv. To deposit Tanzanian currency as the deposit margin for the purchase as follows:

<b>MT</b>	<b>Amount (Tshs)</b>
Below 20	20,000,000
20-50	50,000,000
51-80	70,000,000
81 and More	100,000,000
Out of Tanzania	150,000,000

Payments to be made into TMX Settlement Account:

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

OR

**Account Name:** TMX Settlement  
**Bank Name:** NMB  
**Account Number:** 20110041162  
**Swift Code:** NMIBTZTZ

- For further information regarding these payments, please contact TMX at the phone number +255 22 2923700.
- The amount will be refunded if the buyer requests a refund 24 working hours upon request.
- The charges for the sesame crop which **the buyer will pay on top of the price per kilogram is Tsh 198**

Details	Charge (Tsh) per kilo
Union	20
Amcos	40
Bags	16
Cess	30
Transport	40
Warehouse Operator	52
<b>TOTAL</b>	<b>198</b>

- **NB:** Other charges will be indicated in the sales catalogue in respective of region/district charges

- v. **The winning buyer in the auction will be required to accomplish the following:**
- a. To settle the remaining payment within 48 hours from the time the invoice is issued.
  - b. Payments made to Cooperatives (**Union, AMCOS and Farmers**) to be made into respective Union Accounts as instructed in the Sales Invoice
  - c. Other charges will be paid into TMX Settlement accounts as instructed in the Sales Invoice
  - d. If payment is not completed within 24 hours, the buyer will be required to pay, along with a 'penalty', an additional 5% of the remaining amount, within an extra period not exceeding 24 hours (48 hours from the initial invoice date).
  - e. Failure to do that, the buyer will be declared as failed to pay, therefore, the deposited bond amount will be taken to compensate the seller and the crop will be auctioned again.

### **3.0 The Buying Process**

- i. Buyers fill in Buyers' Declaration Form online.
- ii. Buyers to deposit margin/ initial payment into TMX Settlement Account
- iii. Buyers registration into the Online Trading System (TMX OTS)
- iv. TMX in collaboration with respective unions prepares 'Sales Catalogue' using the WRS verified warehouse stock information.
- v. Sales Catalogue Information to be entered for auctions in LOTS in respective of AMCOS/Quantity arranged in the warehouse.
- vi. The TMX OTS is opened for buyers to Pre-Bid. Highest price will be shown in the beginning of the auction in the respective LOT for buyers to outbid.
- vii. Buyers will bid as per LOT (Each lot showing quantity deposited by respective AMCOS in the warehouse). Each LOT will be sold in **60 seconds** (1 minute), an additional of 40 seconds will be added once another buyer outbids the prevailing high price.
- viii. Unions will fill in the **Consent Forms** Online.
- ix. The results will be displayed online showing the buyer's prices. The winner will be determined after the sellers agree to the price within **half an hour** after the trading session is closed.

- x. The winning buyer will receive a notification accompanied by an invoice. The remaining payment will be affected within a period not exceeding 48 hours working days. Payments should be paid as instructed in the Sale's Invoice.
- xi. TMX will provide information to stakeholders showing the quantity and highest price reached.
- xii. In the event that a buyer has decided to request a refund, they will be reimbursed within 24 hours working days from the receipt of the official request to TMX.



.....

**ISSUED BY THE CHIEF EXECUTIVE OFFICER  
TANZANIA MERCANTILE EXCHANGE**

**6 MAY, 2024**

Contact for more information: [info@tmx.co.tz](mailto:info@tmx.co.tz) or dial;

+255 22 2923700.

**Tanzania Mercantile Exchange PLC, P.O. Box 31632, Dar es Salaam, TANZANIA,  
Email: [info@tmx.co.tz](mailto:info@tmx.co.tz), website: [www.tmx.co.tz](http://www.tmx.co.tz)**