

Chapter 396

European Propane CIF ARA (Argus) vs. Naphtha Cargoes CIF NWE (Platts) Futures

- 396.01. SCOPE**
The provisions of these rules shall apply to all contracts bought or sold on the Exchange for cash settlement based on the Floating Price.
- 396.02. FLOATING PRICE**
The Floating Price for each contract month is equal to the arithmetic average of the mid-point between the high and low quotations from Argus Media for Propane CIF ARA minus the arithmetic average of the high and low quotations from the Platts European Marketscan for Northwest Europe Naphtha Physical under the heading "Cargoes CIF NWE Basis ARA" price for each business day during the contract month (using Non-common pricing).
- 396.03. CONTRACT QUANTITY AND VALUE**
The contract quantity shall be 1,000 metric tons. Each contract shall be valued as the contract quantity (1,000) multiplied by the settlement price.
- 396.04. CONTRACT MONTHS**
Trading shall be conducted in contracts in such months as shall be determined by the Exchange.
- 396.05. PRICES AND FLUCTUATIONS**
Prices shall be quoted in U.S. dollars and cents per metric ton. The minimum price fluctuation shall be \$0.001 per metric ton. There shall be no maximum price fluctuation.
- 396.06. TERMINATION OF TRADING**
Trading shall cease on the last business day of the contract month.
- 396.07. FINAL SETTLEMENT**
Delivery under the contract shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the Floating Price. The final settlement price will be the Floating Price calculated for each contract month.
- 396.08. EXCHANGE FOR RELATED POSITION**
Any exchange for related position (EFRP) transaction shall be governed by the provisions of Exchange Rule 538.
- 396.09. DISCLAIMER**
See [NYMEX/COMEX Chapter iv. \("DISCLAIMERS"\)](#) incorporated herein by reference.