

## Chapter 605

### 3.5% Fuel Oil Cargoes FOB MED (Platts) vs. 3.5% Fuel Oil Barges FOB Rdam (Platts) BALMO Futures

#### **605.01. SCOPE**

The provisions of these rules shall apply to all contracts listed on the Exchange for cash settlement based on the Floating Price.

#### **605.02. FLOATING PRICE**

The Floating Price for each contract month is equal to the balance-of-month arithmetic average of the high and low quotations from the Platts *European Marketscan* for 3.5% Fuel Oil under the heading "Cargoes FOB Med Basis Italy" minus 3.5% Fuel Oil under the heading "Barges FOB Rotterdam" starting from the selected start date through the end of the contract month, inclusively (using Non-common pricing).

#### **605.03. 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.

#### **605.04. CONTRACT MONTHS**

Trading shall be conducted in contracts in such months as shall be determined by the Exchange.

#### **605.05. PRICES AND FLUCTUATIONS**

Prices shall be quoted in U.S. dollars and cents per barrel. The minimum price fluctuation shall be \$0.001 per metric ton. There shall be no maximum price fluctuation.

#### **605.06. TERMINATION OF TRADING**

Trading shall cease on the last business day of the contract month.

#### **605.07. 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.

#### **605.08. EXCHANGE OF FUTURES FOR RELATED POSITION TRANSACTIONS**

Any Exchange of Futures for Related Position (EFRP) transactions shall be governed by the provisions of Exchange Rule 538.

#### **605.09. DISCLAIMER**

See [NYMEX/COMEX Chapter iv. \("DISCLAIMERS"\)](#) incorporated herein by reference.