

Chapter 889

Mini Freight Route TC2 (Baltic) Daily Futures

889100. SCOPE OF CHAPTER

The provisions of these rules shall apply to all futures contracts bought or sold on the Exchange for cash settlement based on the Floating Price. The procedures for trading, clearing and cash settlement of this contract, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

889101. CONTRACT SPECIFICATIONS

The Floating Price for each contract day is equal to the freight rate published by the Baltic Exchange for the TC2 freight route (i.e. Continent Europe to USAC for cargoes of 37,000 metric tons. or as subsequently amended) for that business day valued in Worldscale points, multiplied by the applicable Worldscale flat rate for the TC2 route (as defined by Baltic Exchange).

889102. TRADING SPECIFICATIONS

Contracts shall be listed for a range of contract days. The number of contract days open for trading at a given time shall be determined by the Exchange.

889102.A. Trading Schedule

The hours of trading for this contract shall be determined by the Exchange.

889102.B. Trading Unit

The contract quantity shall be 100 metric tons. Each contract shall be valued as the contract quantity (100) multiplied by the settlement price.

889102.C. Price Increments

Prices shall be quoted in U.S. dollars and cents per metric ton. The minimum price fluctuation shall be \$0.001 per metric ton.

889102.D. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

889102.E. Termination of Trading

The contract shall terminate at the close of Baltic's assessment period for the contract day.

889103. FINAL SETTLEMENT

Final settlement under the contract shall be by cash settlement. The final settlement price, following termination of trading for each contract day, will be based on the Floating Price calculated for that contract day.

889104. DISCLAIMER

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