



Market Surveillance

DATE: March 22, 2016

NOTICE #: MSN03-22-16

**SUBJECT: Amendments to Conveyance Requirements for Exchange
Warehouses Regular for Storage and Delivery of Zinc**

The New York Mercantile Exchange, Inc. ("NYMEX") and Commodity Exchange, Inc. ("COMEX") (collectively, the "Exchanges") will implement amendments to conveyance requirements for COMEX warehouses regular for storage and delivery of zinc against the Zinc Futures contract.

Effective Friday, April 1, 2016 and pending all relevant CFTC regulatory review periods,

- regular warehouses for zinc shall no longer be required to have direct, unobstructed, access to *both* rail and truck for load-out purposes;
- regular warehouses for zinc shall designate a primary conveyance for load-out and, if available, an alternate conveyance;
- the current minimum daily load out rate of 500 metric tons for zinc represented by COMEX cancelled warrants shall only apply to a load out via the conveyance designated as "primary"; and
- regular warehouses shall provide, and the Exchange shall publish, the alternate conveyance minimum guaranteed daily load out rate for zinc if an alternate conveyance is available at a given warehouse.

On April 1, 2016, Chapter 7 of the NYMEX/COMEX Rulebook ("Delivery Facilities and Procedures") Rule 703 ("Designation and Obligations of Metal Service Providers") shall be amended in accordance with [NYMEX Submission #16-103](#) to reflect the aforementioned amendments.

Please refer questions on this subject to:

Market Regulation

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Please see below for a current list of COMEX warehouses regular for zinc and their designated means of primary conveyance, alternate conveyance and the alternate conveyance minimum guaranteed daily load-out rate which shall go into effect on April 1, 2016:

<u>Warehouse</u>	<u>Primary Conveyance</u>	<u>Alternate Conveyance</u>	<u>Alternate Conveyance Minimum Guaranteed Daily Load- Out Rate (mt)</u>
BTG Pactual Commodities Warehousing (US) LLC (1771 River Road, Owensboro, KY 42304)	Truck	Rail	250
C. Steinweg (Baltimore), Inc. (1201 Wallace Street, Shed #7, Baltimore, MD 21230)	Truck	Rail	360
Dearborn Distribution Services (6837 Wyoming Avenue, Dearborn, MI 48126)	Rail	Truck	500
Henry Bath LLC (640 River Road, Westwego, New Orleans, LA 70094)	Truck	Rail	200
Henry Bath LLC (620 River Road, Westwego, New Orleans, LA 70094)	Truck	Rail	200
Pacorini Metals USA LLC (1771 River Road, Owensboro, KY 42304)	Truck	Rail	500
Pacorini Metals USA LLC (5200 Coffee Drive, New Orleans, LA 70112)	Truck	Rail	500
Pacorini Metals USA LLC (Bay 4, 100 Bethlehem Blvd, Gate E, Edgemere, MD 21219)	Truck	Rail	500
Scale Distribution, Inc. (6101 McKean Road, Ypsilanti, MI 48197)	Rail	Truck	200
Worldwide Warehouse Solutions LLC (10218 S. Avenue O, Chicago, IL 60617)	Truck	Rail	350
Worldwide Warehouse Solutions LLC (640 River Road, Westwego, New Orleans, LA 70094)	Truck	Rail	140