

## Chapter 1507

### Steel Basis Swap - U.S. Midwest Hot-Dipped Galvanized Coil (Base) - CRU Group

#### DESCRIPTION

A monthly cash settled swap based upon the monthly prices published by CRU Group for the location specified in Floating Price A minus the location in Floating Price B.

#### FLOATING PRICE A

The Floating Price for each contract month is equal to the arithmetic average of the CRU U.S. Midwest Domestic Hot-Dipped Galvanized (Base) Steel price for each business day that it is determined during the contract month.

#### FLOATING PRICE B

The Floating Price for each contract month is equal to the arithmetic average of the CRU U.S. Midwest Domestic Hot-Rolled Coil Steel price for each business day that it is determined during the contract month.

#### CONTRACT UNIT AND VALUE

The contract quantity shall be short tons. Each contract shall be valued as the contract quantity in short tons multiplied by the settlement price.

#### LISTING CYCLE

Up to 120 consecutive monthly contract periods.

#### PRICING AND FLUCTUATIONS

Prices shall be quoted in U.S. dollars and cents per short ton. The minimum price fluctuation shall be \$0.01 per short ton. The minimum price increment will be \$0.001. There shall be no maximum price fluctuation.

#### TERMINATION OF TRADING

Posting of transactions shall cease on the last day of the contract month.

#### FINAL SETTLEMENT

Delivery under the contract shall be by cash settlement. Final settlement, following termination of posting 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.