

# SSEFC China Coastal Coal Shipping Capacity Trading Contract

(Prepared in September 2013, Amended in October 2014 , Second Amended in  
December 2015)

<b>Trading Symbol</b>	QH
<b>Subject Matter of Contract</b>	China Coastal Coal Shipping Capacity
<b>Contract Unit</b>	1000 tons
<b>Currency</b>	Yuan (CNY)/ tons
<b>Minimum Change in Pricing</b>	0.01 Yuan / tons
<b>Maximum Daily Price Fluctuation Limit</b>	±4% of the settlement price of previous trading day
<b>Listed Contract Months</b>	The next 3 consecutive odd months
<b>Trading Time</b>	9:00-10:15, 10:30-11:30, 13:30-15:00
<b>Minimum Percentage of Deposit</b>	10%
<b>Maximum Amount of Single Trade</b>	1,000,000 tons
<b>Maximum Single Month Contract Amount per Trader</b>	9,000,000 tons
<b>Last Trading Day</b>	The 5th business day of the month in which the contract expires (as per the listing announcement of the contract)
<b>Deadline for Settlement</b>	7 days following the Last Trading Day (as per the listing announcement of the contract)
<b>Settlement Method</b>	Vessel capacity settlement
<b>Transaction Processing Fee</b>	10 Yuan / lot (to be paid by one party)

**Settlement Fee** 20 Yuan / lot (to be paid by one party)

**Transferability** Transferable between traders

## **SSEFC China Coastal Coal Shipping Capacity Delivery Standards**

### **1. Scope of Application**

- 1.1 These Standards apply to goods suitable for SSEFC China coastal coal shipping capacity in freight specifications, requirements of transportation, etc.
- 1.2 The term “capacity delivery” as used in these Standards refers to the standard capacity applicable to the shipping services for China coastal coal transportations.
- 1.3 These Standards apply to any stipulated deliveries or substituted capacities under SSEFC China Coastal Coal Shipping Capacity Trading Contract.

### **2. Suitable Goods**

- 2.1 Standard Goods: Coal
- 2.2 Delivery Units: 45,000 tons
- 2.3 Tolerance Amount:  $\pm 5\%$

### **3. Freight Specifications**

- 3.1 Seaworthiness Parameters

<b>Index</b>	<b>Standard Parameters</b>
Deadweight of Vessel	≥43,000 tons
Vessel Age	≤15 years
Stipulated Port of Lading	QINHUANGDAO PORT/one safe berth
Stipulated Port of Discharge	Shanghai LUOJING PORT/one safe berth
Stipulated Distance	665 nautical miles

### 3.2 Substituted ports of lading and discharge and Premium

<b>Index</b>	<b>Standard Parameter</b>	<b>Premium</b>
Substituted Ports of Lading	HUANGHUA PORT, JINGTANG PORT, CAOFEIDIAN PORT TIANJIN PORT/one safe berth	0
Substituted Ports of Discharge	TAICANG PORT, ZHAPU POR, ZHENHAI PORT, BEICANG PORT/one safe berth	0
	CHANGSHU PORT, NANTONG PORT/one safe berth	+1
	ZHANGJIAGANG PORT, JIANGYIN PORT/one safe berth	+2
	ZHENJIANG PORT/one safe berth	+4
	NANJING PORT/one safe berth	+5

The premiums or discounts shall be governed by the data published by SSEFC.

### 3.3 Seaworthiness requirements

Automatic hatch cover with water tight;

Valid certificate of seaworthiness, and for other crews;

Valid certificate of safety management ( navigation and safety equipment in the security log within the valid range ) ;

The vessel insurance coverage shall be valid and meet the requirements below:

1 ) Main coverage: Total loss coverage (hull coverage)

2 ) Additional risk coverage :

a. Additional three-fourths running down, collision, general average, sue and labor;

b. Responsibility of Oil Pollution.

## **4. Requirements of Transportation**

### 4.1 Measurement

Within the scope of the provisions dealing with excess and shortage in weight, the settlement of freight is based on real loading, measured by the water gauge in the loading port. If any discrepancy, the delivery part shall submit the application for fair assessment to the port third party by himself within one weekday. The assessment with the signature of the chief officer is taken as the norm.

### 4.2 Handling loss

The seller should ensure that the number of loading is consistent with that of discharging, and allowed no more than 3‰ of the reasonable loss.

### 4.3 Sealing clause

The seller should, with the co-operation of the buyer, arrange to have the vessel sealed as required. The cost for such sealing should be for buyer' s account and paid directly to the seller.

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## 5. Others

SSEFC is responsible for the interpretation of these Standards.

This Contract is executed in Chinese and English versions, with both versions having equal legal effect. To the extent of any conflict or inconsistency between the English version and Chinese version, the Chinese version shall prevail.