
EXCHANGE NOTICE 1-2025 - Change to the Benchmark calculation:

Announcement date: 13 June 2025

This Exchange notice is to inform you of an upcoming amendment to the calculation methodology of the NOREXECO Shanghai Final Settlement Index (NSFI), a benchmark administered by NOREXECO.

The NSFI is denominated in USD and is based on the Final Delivery Settlement Price (FDSP) of the pulp futures contract listed on the Shanghai Futures Exchange (SHFE).

What is changing?

SHFE has announced a modification to its FDSP calculation. The current method, a volume-weighted average of all execution prices over the last five (5) trading days of an expiring contract, will be replaced with the arithmetic average price of the settlement prices of that contract over the last five (5) trading days on which it was traded.

FDSP is still quoted in Chinese Renminbi (RMB) and includes Chinese Value Added Tax (VAT). It is used as the delivery price of physical pulp related to open interest on the expiration day.

The NSFI is equal to the SHFE Final Delivery Price net of Chinese VAT and converted from RMB to USD using WM/Refinitiv Midpoint rate.

Effective Date:

NOREXECO will implement the new calculation methodology for the NSFI starting with the expiration of the 202508 contract. These amendments will take effect on July 16, 2025.

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