



# ICIS Propylene Methodology Consultation

*Response 1*

## **General Questions**

Q1 - we browsed through the methodology for propylene published on ICIS website and we consider it as well developed and time-tested.

Q2 – we have no other proposals regarding methodology – as we mentioned in Q1 we consider the methodology very suitable

Q3 – the published prices serve our business needs well, the portfolio of published quotations is sufficient for our needs

Q4 – there are some information we consider helpful for us:

- freight rates between major territories (Europe, Asia, U.S.)
- time required for transport between these territories
- arbitrage possibilities between major territories (calculated from spot prices and freight rates)
- sum of confirmed spot volumes for the specified period

## **Questions specific to global Propylene pricing reports**

Q5 – our opinion is that minimum net volume threshold should be 50,000 tonnes/year

Q6 – we agree that more than one derivative sector should be involved in monthly contract price process

Q7 – we considered both proposed alternatives better than the current system („2+2“)

Q8 – we cannot judge this topic, we use only prices of polymer grade propylene

Q9 – we cannot judge this topic