

BofA Merrill Lynch Commodity MLCX SX0 Strategy (MLCX SX0)

The BofA Merrill Lynch Commodity MLCX SX0 Strategy (“MLCX SX0” or the “Pricing Reference”) is a BofA Merrill Lynch Commodity Pricing Reference and is calculated pursuant to the BofA Merrill Lynch Commodity Pricing Reference Methodology for Strategies (the “Methodology”) with modifications in the following sections. It is available as an Excess Return (ER) Pricing Reference (ticker: MLCX SX0E) (Pricing Reference as defined in the Methodology). All capitalized terms used herein but not otherwise defined have the meaning ascribed to them in the Methodology.

1 Definitions

The **Contracts** are the futures contracts included in the Pricing Reference.

The **Contract Production Weights (CPWs)** are the weights of the relevant MLCX SX0 Contract in the Pricing Reference, for purposes of Pricing Reference calculation. They are recalculated in January of each year according to the methodology described below.

ER means Excess Return.

Pricing Reference Business Day is a day on which the New York Mercantile Exchange (NYMEX) is open for trading.

Pricing Reference Sponsor means Merrill Lynch Commodities, Inc.

The **Roll Period** is the period of five Pricing Reference Business Days starting with the 5th Pricing Reference Business Day of the month. The **Roll Weight** is shifted by 1/5 per **Roll Day** from the **Roll Out Contract** to the **Roll In Contract**.

2 Contract Table

The MLCX SX0 Contracts are listed in Table 1 below with their corresponding roll schedule:

Table 1: MLCX SX0 contracts and their roll schedules												
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Aluminium	H	H	K	K	N	N	U	U	X	X	F+	F+
Brent	H	K	K	N	N	U	U	X	X	F+	F+	H+
Coffee	H	H	K	K	N	N	U	U	Z	Z	Z	H+
Copper	H	H	K	K	N	N	U	U	Z	Z	Z	H+
Corn	H	H	K	K	U	U	U	U	Z	Z	Z	H+
Cotton	H	H	K	K	N	N	Z	Z	Z	Z	Z	H+
Crude oil (WTI) (in years other than 2020)	H	H	K	K	N	N	U	U	X	X	F+	F+
Crude oil (WTI) (in 2020)	H	H	K	K	N	U	U	U	X	X	F+	F+
Gasoil	H	H	K	K	N	N	U	U	X	X	F+	F+
Gasoline (RBOB)	H	H	K	K	N	N	U	U	X	X	F+	F+
Heating oil	H	H	K	K	N	N	U	U	X	X	F+	F+
Lean Hogs	G	J	J	M	M	N	Q	Z	Z	Z	Z	G+
Live Cattle	G	J	J	M	M	V	V	V	V	Z	Z	G+
Natural Gas	H	H	K	K	N	X	X	X	X	X	F+	F+
Nickel	H	H	K	K	N	N	U	U	X	X	F+	F+
Soybean	H	H	K	K	X	X	X	X	X	X	F+	F+

Soybean Meal	H	H	K	K	Z	Z	Z	Z	Z	Z	F+	F+
Soybean Oil	H	H	K	K	N	N	Z	Z	Z	Z	F+	F+
Sugar	K	K	K	K	V	V	H+	H+	H+	H+	H+	H+
Wheat	H	H	K	K	N	N	U	U	Z	Z	Z	H+
Wheat (Kansas)	H	H	K	K	N	N	U	U	Z	Z	Z	H+
Zinc	H	H	K	K	N	N	U	U	X	X	F+	F+

Month Letter Code: January F, February G, March H, April J, May K, June M, July N, August Q, September U, October V, November X and December Z.

3 Percentage Target Weights

Each year, the Percentage Target Weights (PTWs) are set equal to BCOM target weights, removing Gold and Silver, and scaled back to 100%. For 2021, the Percentage Target Weights are listed in Table 2 below.

Table 2: Percentage Target Weights (PTWs)	
Commodity	2021 PTW
Aluminium	5.19554351%
Brent	8.46315679%
Coffee	3.37853655%
Copper	6.65896215%
Corn	6.89708646%
Cotton	1.86555009%
Crude oil (WTI)	10.05533201%
Gasoil	3.26112933%
Gasoline (RBOB)	2.69034630%
Heating oil	2.57038353%
Lean Hogs	2.13134843%
Live Cattle	4.74863806%
Natural Gas	9.96542351%
Nickel	3.35055512%
Soybean	7.18197489%
Soybean Meal	4.44291139%
Soybean Oil	3.94516651%
Sugar	3.68775334%
Wheat	3.56172885%
Wheat (Kansas)	1.93998207%
Zinc	4.00849110%

4 Contract Production Weights Calculation

According to Section 3 of the Methodology, the Pricing Reference Sponsor calculates the Pricing Reference Total Dollar Weights (TDW) on the first Pricing Reference Business Day preceding the start of the roll period of month j . Based on this TDW, the Contract Production Weights for commodity i on month j is calculated according to the formula:

$$CPW_{ij} = \frac{TDW \times PTW_{ij}}{P_{ij}}$$

where P_{ij} denotes the price of the Contract described in Table 1 for commodity i , on the first Pricing Reference Business Day preceding the start of the roll period of month j .

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