Chapter 809

Urea (Granular) FOB Egypt Swap

80901. Description
80901.1 The Urea (Granular) FOB Egypt Swap is a financially settled swap referencing the ICIS and Profercy price assessments for urea in Egypt.
80901.2 The CME Clearing Europe commodity code shall be DFGE.

80902. Contract Size
80902.1 The contract size shall be 100 metric tons.

80903. Contract Months
80903.1 Urea (Granular) FOB Egypt Swaps shall be available for 12 consecutive calendar months.

80904. Prices
80904.1 Prices shall be quoted in U.S. dollars and cents per metric ton.
80904.2 The minimum price fluctuation in respect of traded prices and daily settlement prices shall be $0.25 per metric ton.
80904.3 The minimum price fluctuation in respect of the Floating Price shall be $0.01.
80904.4 There shall be no maximum price fluctuation.

80905. Daily Settlement Prices
80905.1 The Clearing House shall establish settlement prices in respect of open positions for the purposes of position valuation and variation margin calculation, as described in the Clearing Procedures.

80906. Termination of Trading
80906.1 Trade submission shall cease on the last Thursday of the contract month.
On the last trading day, as described in 80906.1, the final time for trade submission shall be 4:30pm London time.

Floating Price

The Floating Price for each contract month shall be based on price assessments for “Urea, granular bulk: Egypt fob” published weekly by ICIS during the contract month and price assessments for “Urea, granular bulk: Egypt fob” published weekly by Profercy during the contract month, as described in paragraph 80907.2 below.

For each set of weekly data published by ICIS and Profercy, comprising both a high and a low price from each source, the highest overall price (or in the case of multiple prices, one of the highest prices) and the lowest overall price (or in the case of multiple prices, one of the lowest prices) shall be removed from the data set, subject to paragraph 80907.3. The arithmetic average of the remaining data points shall be calculated as the weekly average price. The Floating Price shall be the arithmetic average of the weekly average prices determined from price assessments published during the contract month.

Should either ICIS or Profercy, for any reason, publish a single price in respect of a weekly price assessment, such price shall be used twice in the formulation described in paragraph 80907.2 in order to determine the weekly average price. Should either ICIS or Profercy, for any reason, fail to publish any price in respect of a weekly price assessment, the weekly average price shall be determined as the arithmetic average of the remaining published prices. Should both ICIS and Profercy, for any reason, fail to publish any price in respect of a weekly price assessment, no weekly average price shall be recorded for that week, and that week shall not be included in calculation of the Floating Price.

Final Settlement

Final settlement for the Urea (Granular) FOB Egypt Swap shall be by financial settlement.

Where the Floating Price exceeds the Trade Price, a buyer of a Urea (Granular) FOB Egypt Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size. Where the Trade Price exceeds the Floating Price, a buyer of a Urea (Granular) FOB Egypt Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

Where the Floating Price exceeds the Trade Price, a seller of a Urea (Granular) FOB Egypt Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size. Where the Trade Price exceeds the
Floating Price, a seller of a Urea (Granular) FOB Egypt Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

80909. Disclaimer

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