Chapter 108
WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet Swap

10801. **Description**
10801.1 The WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet Swap is a financially settled swap referencing the spread differential between the NYMEX Light Sweet Crude Oil Futures contract and the ICE Brent Crude Oil Futures contract.
10801.2 The CME Clearing Europe commodity code shall be EBY.

10802. **Contract Size**
10802.1 The contract size shall be 1,000 barrels.

10803. **Contract Months**
10803.1 WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet Swaps shall be available for consecutive calendar months for the balance of the current calendar year and three additional full calendar years.

10804. **Prices**
10804.1 Prices shall be quoted in U.S. dollars and cents per barrel.
10804.2 The minimum price fluctuation shall be $0.01 per barrel.
10804.3 There shall be no maximum price fluctuation.

10805. **Daily Settlement Prices**
10805.1 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.

10806. **Termination of Trading**
10806.1 Trade submission shall cease one business day prior to the termination day of the ICE Brent Crude Oil Futures for the delivery month.

Therefore, for Contract Months up to and including February 2016, trading shall cease two business days before the fifteenth calendar day prior to the first day of the delivery month, if the fifteenth calendar day is not a holiday or weekend in London. If the fifteenth calendar day is a holiday or weekend in London, trading shall end three business days prior to the last business day preceding the fifteenth calendar day.
For Contract Months March 2016 and onwards, trading shall cease on the UK business day preceding the last UK business day of the second month preceding the contract month, except for the UK business day preceding New Year’s Day, where trading shall cease on the third UK business day preceding New Year’s Day.

10806.2 On the last trading day, as described in 10806.1, the final time for trade submission shall be 2:30pm New York time.

10807. **Floating Price**

10807.1 The Floating Price for each contract month is equal to the NYMEX Light Sweet Crude Oil Futures first nearby contract settlement price minus the ICE Brent Crude Oil Futures first nearby contract settlement price on the last trading day.

10808. **Final Settlement**

10808.1 Final settlement for the WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet Swap shall be by financial settlement.

10808.2 Where the Floating Price exceeds the Trade Price, a buyer of a WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet 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 WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

10808.3 Where the Floating Price exceeds the Trade Price, a seller of a WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet 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 WTI (NYMEX) vs. Brent Crude Oil (ICE) Spread Bullet Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.