Chapter 111
Brent Crude Oil (ICE) Balmo Swap

11101. Description
11101.1 The Brent Crude Oil (ICE) Balmo Swap is a financially settled swap referencing the ICE Brent Crude Oil Futures contract. The reference period for the Brent Crude Oil (ICE) Balmo Swap begins with the date during the Contract Month agreed by the counterparties and ends on the last business day of the month.

11101.2 The CME Clearing Europe commodity code shall be EJ9.

11102. Contract Size
11102.1 The contract size shall be 1,000 barrels.

11103. Contract Months
11103.1 Brent Crude Oil (ICE) Balmo Swaps shall be available for the current calendar month, and for the following calendar month for ten business days prior to the start of the calendar month. For each available Contract Month, a start date of any business day from and including the current business day may be selected.

11104. Prices
11104.1 Prices shall be quoted in U.S. dollars and cents per barrel.
11104.2 The minimum price fluctuation shall be $0.001 per barrel.
11104.3 There shall be no maximum price fluctuation.

11105. Daily Settlement Prices
11105.1 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.

11106. Termination of Trading
11106.1 Trade submission shall cease on the last business day of the contract month.
11106.2 On the last trading day, as described in 11106.1, the final time for trade submission shall be 7:30pm London time.
11107. **Floating Price**

11107.1 The Floating Price for each contract month is equal to the balance-of-month arithmetic average of the ICE Brent Crude Oil Futures first nearby contract settlement prices, except as set out in paragraph 11107.2 below, from the selected start date to the end of the contract month inclusive.

11107.2 The settlement price of the first nearby contract month will be used except on the last day of trading for the expiring Brent Crude Oil Futures contract on ICE when the settlement price of the second nearby Brent Crude Oil Futures contract will be used.

11108. **Final Settlement**

11108.1 Final settlement for the Brent Crude Oil (ICE) Balmo Swap shall be by financial settlement.

11108.2 Where the Floating Price exceeds the Trade Price, a buyer of a Brent Crude Oil (ICE) Balmo 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 Brent Crude Oil (ICE) Balmo Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

11108.3 Where the Floating Price exceeds the Trade Price, a seller of a Brent Crude Oil (ICE) Balmo 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 Brent Crude Oil (ICE) Balmo Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

Last updated: 15 March 2011