Chapter 123
Brent CFD (Platts) vs. Brent Second Month (Platts) Spread Daily Swap

12301. **Description**
12301.1 The Brent CFD (Platts) vs. Brent Second Month (Platts) Spread Daily Swap is a financially settled swap referencing the price differential between the Platts Brent Contract for Difference price assessment and the Platts Dated Brent price assessment. Daily maturities are made available.
12301.2 The CME Clearing Europe commodity code shall be E6W.

12302. **Contract Size**
12302.1 The contract size shall be 1,000 barrels.

12303. **Contract Days**
12303.1 The Brent CFD (Platts) vs. Brent Second Month (Platts) Spread Daily Swap shall be available for business days on which both price assessments are published for the current week plus the next twelve consecutive calendar weeks.

12304. **Prices**
12304.1 Prices shall be quoted in U.S. dollars and cents per barrel.
12304.2 The minimum price fluctuation shall be $0.01 per barrel.
12304.3 There shall be no maximum price fluctuation.

12305. **Daily Settlement Prices**
12305.1 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.

12306. **Termination of Trading**
12306.1 Trade submission shall cease at the end of the contract day.
12306.2 On the last trading day, as described in 12306.1, the final time for trade submission shall be 4:30pm London time.
Floating Price

The Floating Price for each contract day is the midpoint between the high and low quotations from the Platts Crude Oil Marketwire for the CFD assessment which is based on Dated Brent minus the Platts second month Brent (also referred to BFOE) cash price on the last trading day.

Final Settlement

Final settlement for the Brent CFD (Platts) vs. Brent Second Month (Platts) Spread Daily Swap shall be by financial settlement.

Where the Floating Price exceeds the Trade Price, a buyer of a Brent CFD (Platts) vs. Brent Second Month (Platts) Spread Daily 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 CFD (Platts) vs. Brent Second Month (Platts) Spread Daily 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 Brent CFD (Platts) vs. Brent Second Month (Platts) Spread Daily 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 CFD (Platts) vs. Brent Second Month (Platts) Spread Daily Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

Disclaimer

Neither CME Clearing Europe Ltd. (“CMECE”) nor Platts, a division of the McGraw-Hill Companies, Inc. (“Platts”) guarantees the accuracy and/or completeness of the index or any of the data included therein. CMECE and Platts make no warranties, express or implied, as to the results to be obtained by any person or entity from use of the assessment, trading based on the assessment, or any data included therein in connection with the trading of any CMECE contract, or, for any other use. CMECE and Platts make no warranties, express or implied, and hereby disclaim all warranties of merchantability or fitness for a particular purpose or use with respect to the index or any data included therein. Without limiting any of the foregoing, in no event shall CMECE or Platts have any liability for any lost profits or indirect, punitive, special or consequential damages (including lost profits), even if notified of the possibility of such damages.
“Platts” is a trademark of The McGraw-Hill Companies, Inc. and has been licensed for use by CMECE. Platts does not sponsor, endorse, sell or promote any CMECE contracts and Platts makes no recommendations concerning the advisability of investing in any CMECE contracts.

Last updated: 29 October 2012