Chapter 136
Brent CFD (Platts) vs. Brent Second Month (Platts) Weekly Spread Swap

13601. Description
13601.1 The Brent CFD (Platts) vs. Brent Second Month (Platts) Weekly Spread Swap is a financially settled swap referencing the spread differential between the Platts Dated Brent crude oil price assessment and the Platts second month cash Brent crude oil price assessment.
13601.2 The CME Clearing Europe commodity code shall be ECFB.

13602. Contract Size
13602.1 The contract size shall be 1,000 barrels.

13603. Contract Weeks
13603.1 The Brent CFD (Platts) vs. Brent Second Month (Platts) Weekly Spread Swaps shall be available for the current week and twelve subsequent calendar weeks.

13604. Prices
13604.1 Prices shall be quoted in U.S. dollars and cents per barrel.
13604.2 The minimum price fluctuation shall be $0.001 per barrel.
13604.3 There shall be no maximum price fluctuation.

13605. Daily Settlement Prices
13605.1 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.

13606. Termination of Trading
13606.1 Trade submission shall cease on the last business day of the contract week.
13606.2 On the last trading day, as described in 13606.1, the final time for trade submission shall be 4:30pm London time.

13607. Floating Price
13607.1 The Floating Price shall be determined following the final publication of the Dated Brent and the second month cash Brent price assessments in the contract week. The floating
price reflects data published during the specified calendar week, from Monday to Friday inclusive.

13607.2 The Floating Price for each contract week is equal to the arithmetic average of the mid-point between the high and low quotations from Platts Crude Oil Marketwire for Dated Brent minus the arithmetic average mid-point between the high and low quotations from Platts Crude Oil Marketwire for the second month Brent cash price, as described in 13607.3 below, for each business day that both prices are determined during the specified contract week.

13607.3 The same calendar month reference shall be used for all days of the week, and shall be determined as the calendar month which is two months later than the calendar month in which the Monday of the contract week falls.

13607.4 The Floating Price is calculated using the common pricing convention. In calculating the spread differential, the weekly average for each component leg of the spread shall be calculated by using only the common trading days in the week between the two component legs, followed by the calculation of the spread differential between the two averages.

13608. Final Settlement

13608.1 Final settlement for Brent CFD (Platts) vs. Brent Second Month (Platts) Weekly Spread Swap shall be by financial settlement.

13608.2 Where the Floating Price exceeds the Trade Price, a buyer of a Brent CFD (Platts) vs. Brent Second Month (Platts) Weekly Spread 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) Weekly Spread Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

13608.3 Where the Floating Price exceeds the Trade Price, a seller of a Brent CFD (Platts) vs. Brent Second Month (Platts) Weekly Spread 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) Weekly Spread Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

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