Chapter 207

European Fuel Oil 3.5% Barges fob Rotterdam (Platts) Balmo Swap

20701. Description
20701.1 The European Fuel Oil 3.5% Barges fob Rotterdam (Platts) Balmo Swap is a financially settled swap referencing the Platts Fuel Oil 3.5% barges fob Rotterdam price assessment. The reference period for the European Fuel Oil 3.5% Barges fob Rotterdam (Platts) Balmo Swap begins with the date during the Contract Month agreed by the counterparties and ends on the last business day of the month.

20701.2 The CME Clearing Europe commodity code shall be EKR.

20702. Contract Size
20702.1 The contract size shall be 1,000 metric tons.

20703. Contract Months
20703.1 European Fuel Oil 3.5% Barges fob Rotterdam (Platts) 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.

20704. Prices
20704.1 Prices shall be quoted in U.S. dollars and cents per metric ton.
20704.2 The minimum price fluctuation shall be $0.001 per metric ton.
20704.3 There shall be no maximum price fluctuation.

20705. Daily Settlement Prices
20705.1 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.

20706. Termination of Trading
20706.1 Trade submission shall cease on the last business day of the contract month.
20706.2 On the last trading day, as described in 20706.1, the final time for trade submission shall be 4:30pm London time.
20707. **Floating Price**

20707.1 The Floating Price for each contract month is equal to the balance-of-month arithmetic average of the midpoint between the high and low quotations published daily in Platts European Marketscan for Fuel Oil 3.5% under the heading “Barges FOB Rotterdam” from the selected start date to the end of the contract month inclusive.

20708. **Final Settlement**

20708.1 Final settlement for the European Fuel Oil 3.5% Barges fob Rotterdam (Platts) Balmo Swap shall be by financial settlement.

20708.2 Where the Floating Price exceeds the Trade Price, a buyer of a European Fuel Oil 3.5% Barges fob Rotterdam (Platts) 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 European Fuel Oil 3.5% Barges fob Rotterdam (Platts) Balmo Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

20708.3 Where the Floating Price exceeds the Trade Price, a seller of a European Fuel Oil 3.5% Barges fob Rotterdam (Platts) 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 European Fuel Oil 3.5% Barges fob Rotterdam (Platts) Balmo 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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