Chapter 211

European Fuel Oil 3.5% Cargoes cif Med (Platts) Calendar Swap

21101. Description

21101.1 The European Fuel Oil 3.5% Cargoes cif Med (Platts) Calendar Swap is a financially settled swap referencing the Platts 3.5% Fuel Oil cargoes cif Mediterranean price assessment.

21101.2 The CME Clearing Europe commodity code shall be E7D.

21102. Contract Size

21102.1 The contract size shall be 1,000 barrels.

21103. Contract Months

21103.1 European Fuel Oil 3.5% Cargoes cif Med (Platts) Calendar Swaps shall be available for 48 consecutive calendar months.

21104. Prices

21104.1 Prices shall be quoted in U.S. dollars and cents per barrel.

21104.2 The minimum price fluctuation shall be $0.001 per barrel.

21104.3 There shall be no maximum price fluctuation.

21105. Daily Settlement Prices

21105.1 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.

21106. Termination of Trading

21106.1 Trade submission shall cease on the last business day of the contract month.

21106.2 On the last trading day, as described in 21106.1, the final time for trade submission shall be 4:30pm London time.

21107. Floating Price

21107.1 The Floating Price for each contract month is equal to the arithmetic average of the midpoint between the high and low quotations in Platts European Marketscan for Fuel
Oil 3.5% under the heading “Cargoes CIF Med (Genova / Lavera)” for each business day that it is determined during the contract month.

21108. **Final Settlement**

21108.1 Final settlement for the European Fuel Oil 3.5% Cargoes cif Med (Platts) Calendar Swap shall be by financial settlement.

21108.2 Where the Floating Price exceeds the Trade Price, a buyer of a European Fuel Oil 3.5% Cargoes cif Med (Platts) Calendar 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% Cargoes cif Med (Platts) Calendar Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

21108.3 Where the Floating Price exceeds the Trade Price, a seller of a European Fuel Oil 3.5% Cargoes cif Med (Platts) Calendar 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% Cargoes cif Med (Platts) Calendar 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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