Chapter 229
European Gasoil (ICE) Crack Spread Swap

22901. **Description**
22901.1 The European Gasoil (ICE) Crack Spread Swap is a financially settled swap referencing the spread differential between the ICE Gasoil Futures contract and the ICE Brent Crude Oil Futures contract for months up to December 2014 and ICE Low Sulphur Gasoil for contract months from January 2015 onwards.
22901.2 The CME Clearing Europe commodity code shall be EGZ.

22902. **Contract Size**
22902.1 The contract size shall be 1,000 barrels.

22903. **Contract Months**
22903.1 European Gasoil (ICE) Crack Spread Swaps shall be available for the current year and the next consecutive calendar year, subject to 22903.2 below.

22904. **Prices**
22904.1 Prices shall be quoted in U.S. dollars and cents per barrel.
22904.2 The minimum price fluctuation shall be $0.001 per barrel.
22904.3 There shall be no maximum price fluctuation.

22905. **Daily Settlement Prices**
22905.1 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.

22906. **Termination of Trading**
22906.1 Trade submission shall cease on the last business day of the contract month.
22906.2 On the last trading day, as described in 22906.1, the final time for trade submission shall be 4:30pm London time.

22907. **Floating Price**
22907.1 The Floating Price for each contract month up to and including December 2014 is equal to the arithmetic average of the ICE Gasoil Futures first nearby contract settlement
price during the contract month minus the arithmetic average of the ICE Brent Crude Oil Futures first nearby contract settlement price for each business day during the contract month (using non-common pricing), except as set out in 22907.2 below.

The Floating Price for each contract month from January 2015 onwards is equal to the arithmetic average of the ICE Low Sulphur Gasoil first nearby contract settlement price during the contract month minus the arithmetic average of the ICE Brent Crude Oil Futures first nearby contract settlement price for each business day during the contract month (using non-common pricing), except as set out in 22907.2 below.

22907.2 The settlement price of the first nearby contract month will be used except on the last day of trading for the expiring ICE Gasoil or Low Sulphur Gasoil Futures contract or the expiring ICE Brent Crude Oil Futures contract when the settlement price of the second nearby contract will be used.

22907.3 For purposes of determining the Floating Price, the ICE Gasoil or Low Sulphur Gasoil Futures price will be converted each day to U.S. dollars and cents per barrel, rounded to the nearest cent. The conversion factor will be 7.45 barrels per metric ton.

22908.  Final Settlement

22908.1 Final settlement for the European Gasoil (ICE) Crack Spread Swap shall be by financial settlement.

22908.2 Where the Floating Price exceeds the Trade Price, a buyer of a European Gasoil (ICE) Crack 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 European Gasoil (ICE) Crack Spread Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

22908.3 Where the Floating Price exceeds the Trade Price, a seller of a European Gasoil (ICE) Crack 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 European Gasoil (ICE) Crack Spread Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

Last updated: 23 December 2013