Chapter 237

European Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread Calendar Swap

23701. Description
23701.1 The European Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread Calendar Swap is a financially settled swap referencing the spread differential between the Platts Gasoil 0.1% cargoes cif Mediterranean price assessment and the ICE Gasoil Futures contract for months up to December 2014 and ICE Low Sulphur Gasoil for contract months from January 2015 onwards.

23701.2 The CME Clearing Europe commodity code shall be EZ5.

23702. Contract Size
23702.1 The contract size shall be 1,000 metric tons.

23703. Contract Months
23703.1 The European Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread Calendar Swap shall be available for the current year and the next consecutive calendar year, subject to 23703.2 below.

23704. Prices
23704.1 Prices shall be quoted in U.S. dollars and cents per metric ton.
23704.2 The minimum price fluctuation shall be $0.001 per metric ton.
23704.3 There shall be no maximum price fluctuation.

23705. Daily Settlement Prices
23705.1 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.

23706. Termination of Trading
23706.1 Trade submission shall cease on the last business day of the contract month.
23706.2 On the last trading day, as described in 23706.1, the final time for trade submission shall be 4:30pm London time.
23707. **Floating Price**

The Floating Price for each contract month up to and including December 2014 is equal to the arithmetic average of the midpoint of the high and low quotations from the Platts European Marketscan for Gasoil 0.1% under the heading "Cargoes CIF Med (Genoa/Lavera)" for each business day that it is determined during the contract month minus the ICE Gasoil Futures first nearby contract settlement price for each business day that it is determined during the contract month (using non-common pricing), except as noted in 23707.2 below.

The Floating Price for each contract month from January 2015 onwards is equal to the arithmetic average of the midpoint of the high and low quotations from the Platts European Marketscan for Gasoil 0.1% under the heading "Cargoes CIF Med (Genoa/Lavera)" for each business day that it is determined during the contract month minus the ICE Low Sulphur Gasoil Futures first nearby contract settlement price for each business day that it is determined during the contract month (using non-common pricing), except as noted in 23707.2 below.

23707.2 The settlement prices of the first nearby contract month will be used except on the last day of trading for the expiring Gasoil or Low Sulphur Gasoil Futures contract when the settlement prices of the second nearby Gasoil or Low Sulphur Gasoil Futures contract will be used.

23708. **Final Settlement**

23708.1 Final settlement for the European Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread Calendar Swap shall be by financial settlement.

23708.2 Where the Floating Price exceeds the Trade Price, a buyer of a European Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread 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 Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread Calendar Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

23708.3 Where the Floating Price exceeds the Trade Price, a seller of a European Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread 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 Gasoil 0.1% Cargoes cif Med (Platts) vs. European Gasoil (ICE) Spread Calendar Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

23709. **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: 23 December 2013