Chapter 241
New York ULSD Heating Oil (NYMEX) Crack Spread Swap

24101. **Description**

24101.1 The New York ULSD Heating Oil (NYMEX) Crack Spread Swap is a financially settled swap referencing the spread differential between the NYMEX New York Harbor ULSD Heating Oil Futures and the NYMEX Light Sweet Crude Oil Futures contract.

24101.2 The CME Clearing Europe commodity code shall be EHK.

24102. **Contract Size**

24102.1 The contract size shall be 1,000 barrels.

24103. **Contract Months**

24103.1 New York ULSD Heating Oil (NYMEX) Crack Spread Swaps shall be available for consecutive calendar months for the balance of the current year and three additional full calendar years.

24104. **Prices**

24104.1 Prices shall be quoted in U.S. dollars and cents per barrel.

24104.2 The minimum price fluctuation shall be $0.01 per barrel.

24104.3 There shall be no maximum price fluctuation.

24105. **Daily Settlement Prices**

24105.1 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.

24106. **Termination of Trading**

24106.1 Trade submission shall cease on the last business day of the contract month.

24106.2 On the last trading day, as described in 24106.1, the final time for trade submission shall be 2:30pm New York time.

24107. **Floating Price**

24107.1 The Floating Price for each contract month is equal to the arithmetic average of the NYMEX New York Harbor ULSD Heating Oil Futures first nearby contract month
settlement price minus the NYMEX Light Sweet Crude Oil Futures first nearby contract month settlement price for each business day that both are determined during the contract month.

24107.2 For purposes of determining the Floating Price, the NYMEX New York Harbor ULSD Heating Oil Futures settlement price will be converted each day to U.S. dollars and cents per barrel, rounded to the nearest cent. The conversion factor will be 42 gallons per barrel.

24108. Final Settlement

24108.1 Final settlement for the New York ULSD Heating Oil (NYMEX) Crack Spread Swap shall be by financial settlement.

24108.2 Where the Floating Price exceeds the Trade Price, a buyer of a New York ULSD Heating Oil (NYMEX) 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 New York ULSD Heating Oil (NYMEX) Crack Spread Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

24108.3 Where the Floating Price exceeds the Trade Price, a seller of a New York ULSD Heating Oil (NYMEX) 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 New York ULSD Heating Oil (NYMEX) 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: 4 January 2013