Chapter 247

Singapore Gasoil (Platts) vs. European Gasoil (ICE) Spread Calendar Swap

24701. Description

24701.1 The Singapore Gasoil (Platts) vs. European Gasoil (ICE) Spread Calendar Swap is a financially settled swap referencing the spread differential between the Platts Gasoil fob Singapore 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.

24701.2 The CME Clearing Europe commodity code shall be EGA.

24702. Contract Size

24702.1 The contract size shall be 1,000 barrels.

24703. Contract Months

24703.1 The Singapore Gasoil (Platts) vs. European Gasoil (ICE) Spread Calendar Swap shall be available for the current year and the next consecutive calendar year, subject to 24703.2 below.

24704. Prices

24704.1 Prices shall be quoted in U.S. dollars and cents per barrel.

24704.2 The minimum price fluctuation shall be $0.001 per barrel.

24704.3 There shall be no maximum price fluctuation.

24705. Daily Settlement Prices

24705.1 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.

24706. Termination of Trading

24706.1 Trade submission shall cease on the last business day of the contract month.

24706.2 On the last trading day, as described in 24706.1, the final time for trade submission shall be 4:30pm Singapore time.

24707. Floating Price
24707.1 The Floating Price for each contract month up to and including December 2014 is equal to the arithmetic average of the midpoint between the high and low quotations from Platts Asia-Pacific Marketscan for Gasoil under the heading “FOB Singapore” for each business day that it is determined during the contract month minus the arithmetic average of 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 24707.2 below.

The Floating Price for each contract month from January 2015 onwards is equal to the arithmetic average of the midpoint between the high and low quotations from Platts Asia-Pacific Marketscan for Gasoil under the heading “FOB Singapore” for each business day that it is determined during the contract month minus the arithmetic average of 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 24707.2 below.

24707.2 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.

24707.3 For purposes of determining the Floating Price, the Gasoil or Low Sulphur Gasoil 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 7.45 barrels per metric ton.

24708. **Final Settlement**

24708.1 Final settlement for the Singapore Gasoil (Platts) vs. European Gasoil (ICE) Spread Calendar Swap shall be by financial settlement.

24708.2 Where the Floating Price exceeds the Trade Price, a buyer of a Singapore Gasoil (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 Singapore Gasoil (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.

24708.3 Where the Floating Price exceeds the Trade Price, a seller of a Singapore Gasoil (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 Singapore Gasoil (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.
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