OTC Commodity Contracts Contract Module

Chapter 283

Singapore Naphtha (Platts) Balmo Swap

28301. Description
28301.1 The Singapore Naphtha (Platts) Balmo Swap is a financially settled swap referencing the Platts Naphtha fob Singapore price assessment. The reference period for the Singapore Naphtha (Platts) Balmo Swap begins with the date during the Contract Month agreed by the counterparties and ends on the last business day of the month.

28301.2 The CME Clearing Europe commodity code shall be EKU.

28302. Contract Size
28302.1 The contract size shall be 1,000 barrels.

28303. Contract Months
28303.1 Singapore Naphtha (Platts) Balmo Swaps shall be available for the current calendar month, and for the following calendar month for ten business days prior to the start of the calendar month. For each available Contract Month, a start date of any business day from and including the current business day may be selected.

28304. Prices
28304.1 Prices shall be quoted in U.S. dollars and cents per barrel.
28304.2 The minimum price fluctuation shall be $0.001 per barrel.
28304.3 There shall be no maximum price fluctuation.

28305. Daily Settlement Prices
28305.1 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.
28306. **Termination of Trading**

28306.1 Trade submission shall cease on the last business day of the contract month.

28306.2 On the last trading day, as described in 28306.1, the final time for trade submission shall be 4:30pm Singapore time.

28307. **Floating Price**

28307.1 The Floating Price for each contract month is equal to the balance-of-month arithmetic average of the midpoint between the high and low quotations published daily in Platts Asia-Pacific/Arab Gulf Marketcscan for Naphtha under the heading “FOB Singapore” from the selected start date to the end of the contract month inclusive.

28308. **Final Settlement**

28308.1 Final settlement for the Singapore Naphtha (Platts) Balmo Swap shall be by financial settlement.

28308.2 Where the Floating Price exceeds the Trade Price, a buyer of a Singapore Naphtha (Platts) Balmo 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 Naphtha (Platts) Balmo Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

28308.3 Where the Floating Price exceeds the Trade Price, a seller of a Singapore Naphtha (Platts) Balmo 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 Naphtha (Platts) Balmo Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

28309. **Disclaimer**

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