Chapter 413
European FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) vs. European Gasoil (ICE) Spread Calendar Swap

41301. Description
41301.1 The European FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) vs. European Gasoil (ICE) Spread Calendar Swap is a financially settled swap referencing the Argus Media RED Compliant FAME 0°C fob Rotterdam 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.

41301.2 The CME Clearing Europe commodity code shall be EFBT.

41302. Contract Size
41302.1 The contract size shall be 100 metric tons.

41303. Contract Months
41303.1 European FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) vs. European Gasoil (ICE) Spread Calendar Swaps shall be available in monthly contracts for the current calendar year and a further consecutive calendar year.

41304. Prices
41304.1 Prices shall be quoted in U.S. dollars and cents per metric ton.
41304.2 The minimum price fluctuation shall be $0.001 per metric ton.
41304.3 There shall be no maximum price fluctuation.

41305. Daily Settlement Prices
41305.1 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.

41306. Termination of Trading
41306.1 Trade submission shall cease on the last business day of the contract month.
41306.2 On the last trading day, as described in 41306.1, the final time for trade submission shall be 5:30pm London time.
**Floating Price**

**41307.1** 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 published daily by Argus Media for “RED Compliant FAME 0 fob Rotterdam” for each business day that it is determined during the contract month, subject to 41307.3 below, 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 41307.2 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 published daily by Argus Media for “RED Compliant FAME 0 fob Rotterdam” for each business day that it is determined during the contract month, subject to 41307.3 below, minus the arithmetic average of 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 41307.2 below.

**41307.2** The settlement prices of the first nearby ICE Gasoil or Low Sulphur Gasoil Futures 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 ICE Gasoil or Low Sulphur Gasoil Futures contract will be used.

**41307.3** If, for whatever reason, Argus Media fails to commence the daily publication of a RED compliant FAME 0 fob Rotterdam price assessment on or by 3 October 2011, the Floating Price for a contract month shall be determined with reference to the quotations published daily by Argus Media for “FAME 0 fob Rotterdam” until the date that the daily publication of a RED compliant RME fob Rotterdam price assessment commences. In such circumstances quotations for “RED Compliant FAME 0 fob Rotterdam” shall be incorporated into the Floating Price calculation from the first day of publication, regardless of whether such date is at the start of the contract month in question.

**Final Settlement**

**41308.1** Final settlement for the European FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) vs. European Gasoil (ICE) Spread Calendar Swap shall be by financial settlement.

**41308.2** Where the Floating Price exceeds the Trade Price, a buyer of a European FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) 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 FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) 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.
41308.3 Where the Floating Price exceeds the Trade Price, a seller of a European FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) 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 FAME 0 Biodiesel fob Rotterdam (RED Compliant) (Argus) 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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