70701. **Description**

70701.1 The Freight Route TD7 (Baltic) Calendar Swap is a financially settled swap referencing the Baltic Exchange Freight Route TD7 (80,000mt Sullom Voe to Willhelmshaven) price assessment.

70701.2 The CME Clearing Europe commodity code shall be ETK.

70702. **Contract Size**

70702.1 The contract size shall be 1,000 metric tons.

70703. **Contract Months**

70703.1 Freight Route TD7 (Baltic) Calendar Swaps shall be available for 36 consecutive calendar months.

70704. **Settlement Period**

70704.1 The Settlement Period shall be the period in the calendar month during which the TD7 price assessment is published by the Baltic Exchange.

70705. **Prices**

70705.1 Prices shall be quoted in U.S. dollars and cents per metric ton.

70705.2 The minimum price fluctuation shall be $0.0001 per metric ton.

70705.3 There shall be no maximum price fluctuation.

70706. **Daily Settlement Prices**

70706.1 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.

70707. **Termination of Trading**

70707.1 Trade submission shall cease on the last business day of the settlement period, as described in 70704.1.

70707.2 On the last trading day, as described in 70707.1, the final time for trade submission shall be 4:00pm London time.
70708. **Floating Price**

The Floating Price for each contract month is equal to the arithmetic average of the rates for the TD7 (80,000mt Sullom Voe to Wilhelmshaven) route published by the Baltic Exchange for each business day that it is published during the contract settlement period, as described in 70704.1.

70709. **Final Settlement**

70709.1 Final settlement for the Freight Route TD7 (Baltic) Calendar Swap shall be by financial settlement.

70709.2 Where the Floating Price exceeds the Trade Price, a buyer of a Freight Route TD7 (Baltic) 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 Freight Route TD7 (Baltic) Calendar Swap shall pay to the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

70709.3 Where the Floating Price exceeds the Trade Price, a seller of a Freight Route TD7 (Baltic) 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 Freight Route TD7 (Baltic) Calendar Swap shall receive from the Clearing House the difference between the Floating Price and the Trade Price, multiplied by the contract size.

70710. **Disclaimer**

70710.1 The Baltic Exchange licenses CME Clearing Europe Ltd. (“CMECE”) to use various Baltic Exchange price assessments in connection with the trading or posting of the contracts. Neither CMECE nor the Baltic Exchange guarantee the accuracy and/or completeness of the index or any of the data included therein. CMECE and the Baltic Exchange make no warranties, express or implied, as to the results to be obtained by any person or entity from use of the index, trading based on the index, or any data included therein in connection with the trading of the contracts, or, for any other use. CMECE and the Baltic Exchange 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 the Baltic Exchange 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 damage.

Last updated: 15 March 2011