



## Special Executive Report

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**DATE:** May 5, 2020  
**SER#:** 8595  
**SUBJECT:** Delivery Margin and Payment Procedures

New York Mercantile Exchange, Inc. ("NYMEX" or "Exchange") Light Sweet Crude Oil (Rulebook Chapter 200; Commodity Code: CL) and WTI Houston Crude Oil (Rulebook Chapter 201; Commodity Code: HCL) futures contracts (the "Contracts") are enabled for negative price trading and settlement. In order to facilitate deliveries, and subject to CFTC regulatory review, NYMEX is issuing this advisory to clarify position holder and clearing member delivery margin and final payment obligations in the event of a negative final settlement price in the Contracts.

Specifically, with regard to NYMEX Contract Rules 200107/201107 ("Delivery Margin and Payment"):

1. The Exchange will interpret "full value of the product to be delivered" for purposes of the margin that a Clearing Member must collect from the buyer under Rules 200107.B and 201107.B to mean an amount fixed by the Exchange.
2. The procedural payment and related notice obligations of buyers and sellers under Rules 200107.C and 201107.C will be transposed where the Contract expires at a negative final settlement price.

Please refer questions on this subject to:

Daniel Brusstar  
Russell Karas

[Daniel.Brusstar@cmegroup.com](mailto:Daniel.Brusstar@cmegroup.com)  
[Russell.Karas@cmegroup.com](mailto:Russell.Karas@cmegroup.com)

212.299.2604  
212.299.2345