

PROCEDURES: ICE FUTURES EUROPE PERMIAN WEST TEXAS INTERMEDIATE CRUDE OIL FUTURES CONTRACT

SECTION 7A2 - PROCEDURES: ICE FUTURES EUROPE PERMIAN WEST TEXAS INTERMEDIATE CRUDE OIL FUTURES CONTRACT¹

- 7A2.1 Interpretation
- 7A2.2 Trading Hours
- 7A2.3 Last Trading Day
- 7A2.4 Physical Delivery
- 7A2.5 Seller's Obligation
- 7A2.6 Buyer's Obligation

¹ Inserted 22 October 2018

7A2.1 INTERPRETATION

All defined terms in the Contract Rules for the ICE Futures Permian West Texas Intermediate Crude Oil Futures Contract shall apply to these Procedures, unless otherwise defined herein.

7A2.2 TRADING HOURS

- (a) Trading hours for the Permian WTI Contracts shall be as specified by the Exchange from time to time.
- (b) The time period during which daily Settlement Prices for Permian WTI Contracts shall be determined is 13:28 to 13:30 CT / 19:28 to 19:30 LPT.
- (c) Trading in respect of a Contract Month shall normally cease at 13:30 CT / 19:30 LPT on the Last Trading Day.

7A2.3 LAST TRADING DAY

- (a) Subject to subparagraph (c), trading in a Contract Month shall cease at the end of the designated settlement period on the third Business Day prior to the twenty-fifth calendar day of the month preceding the delivery month for such expiring Contract. If the twenty-fifth calendar day of the month is a Non-Business Day, trading shall cease at the end of the designated settlement period on the third Business Day prior to the last Business Day preceding the twenty-fifth calendar day.
- (b) Subject to subparagraph (c), trading in a group of Contract months grouped as a Quarter Contract / Calendar Year Contract shall cease at the close of trading on the Last Trading Day of the first contract month comprised in such Quarter Contract / Calendar Year Contract, or any other day determined by the Exchange at its sole discretion.
- (c) If at any time dealings on the Exchange in the Permian WTI Contract are suspended on any Trading Day, whether as a result of a decision of the Exchange under the Regulations or for any other reason, the Exchange may amend the provisions relating to the Last Trading Day accordingly.

7A2.4 PHYSICAL DELIVERY

- (a) In respect of each Contract remaining open at cessation of trading on the Last Trading Day for the contract month and which go to physical delivery on the expiry date, the Seller Clearing Member shall deliver a tender to the Clearing House in compliance with this Rule. Where a Seller does not deliver a tender to the Clearing House in compliance with this Rule, Rule I.17(d) shall apply.
- (b) The Clearing House shall allocate Buyer's tender notices to the Buyer Clearing Member(s) by the close of business on the Business Day after the Last Trading Day.
- (c) Seller Clearing Members and Buyer Clearing Members may enter into a mutually acceptable written agreement to deliver and receive under conditions other than those stipulated in these Contract Rules and Administrative Procedures. A delivery so made shall be considered complete upon written notification by the Seller Clearing Member and Buyer Clearing Member to the Clearing House.
- (d) By the close of business on the second Business Day prior to the first calendar day of the delivery month, the Clearing House will provide settlement instructions to the Buyer Clearing Member.
- (e) As soon as possible after receipt of the nominations and no later than 17:00 CT / 23:00 LPT on the Business Day prior to the first calendar day of the delivery month, Magellan will provide scheduling instructions to the Seller and Buyer.

7A2.5 SELLER'S OBLIGATIONS

- (a) Clearing Members having open short positions as of the close of business on the Last Trading Day, for which physical delivery is specified as applicable and which go to physical delivery on the expiry date, shall provide the Clearing House with a delivery confirmation form by 10:00 CT / 16:00 LPT on the first Business Day after the Last Trading Day. The delivery confirmation form must be in the format prescribed by the Clearing House

PROCEDURES: ICE FUTURES EUROPE PERMIAN WEST TEXAS INTERMEDIATE CRUDE OIL FUTURES CONTRACT

and must be properly completed to indicate the name(s) of the Seller(s), the number of contracts to be delivered by each Seller (if more than one), and any additional information that may be required by the Exchange or the Clearing House.

- (b) By 17:00 CT / 23:00 LPT on the Nomination Day, the Seller shall submit a nomination to Magellan for the exact Seller and quantity, in the form prescribed by Magellan, for delivery to the MEH.
- (c) By 03:00 CT / 09:00 LPT on the second Business Day after the Last Trading Day, the Seller Clearing Members shall deposit with the Clearing House delivery margin in such amounts and form as may be required by the Clearing House from time to time.
- (d) The Seller Clearing Member shall provide any additional information as may be required by the Clearing House and / or the Exchange.

7A2.6 BUYER'S OBLIGATIONS

- (a) Clearing Members having open long positions as of the close of business on the Last Trading Day, for which physical delivery is specified as applicable and which go to physical delivery on the expiry date, shall provide the Clearing House with a delivery confirmation form by 10:00 CT / 16:00 LPT on the first Business Day after the Last Trading Day. The delivery confirmation form must be in the format prescribed by the Clearing House and must be properly completed to indicate the name(s) of the Buyer(s), the number of contracts to be received by each Buyer (if more than one), and any additional information that may be required by the Exchange or the Clearing House.
- (b) By 17:00 CT / 23:00 LPT on the Nomination Day, the Buyer shall submit a nomination to Magellan for the exact Buyer and quantity, in the form prescribed by Magellan, for receipt from the MEH.
- (c) By 03:00 CT / 09:00 LPT on the second Business Day after the Last Trading Day, the Buyer Clearing Members shall deposit with the Clearing House delivery margin in such amounts and form as may be required by the Clearing House from time to time.
- (d) The Buyer Clearing Member shall provide any additional information as may be required by the Clearing House and / or the Exchange.
- (e) By close of business on the tenth Business Day following delivery month, Magellan will provide the Clearing House with delivery confirmation confirming delivery of the Product to the Buyer. Deliveries are not valid until confirmed by Magellan to the Clearing House. In the event of discrepancy between the parties, Magellan's confirmations shall override those of the Buyer and Seller.
- (f) Transfer of Title and risk of loss shall pass from Seller to Buyer at the time of book, stock or inventory transfer. After confirmation of receipt of delivery is received by the Clearing House, the Clearing House shall liquidate the margin deposited by the Seller Clearing Member.
- (g) Payment collected by the Clearing House from the Buyer Clearing Member pursuant to this rule shall be transferred on the payment date to the Seller Clearing Member.