

SCB Range Settings for Platts Dubai Crude Oil, Gasoline and Kerosene

We decided to set the SCB ranges for Platts Dubai Crude Oil, Gasoline and Kerosene (*1) based on the settlement prices of Platts Dubai Crude Oil during and after the clearing period of October 1st, 2020 as shown below.

*1 Except for Gas Oil, Cash-settled gasoline, kerosene and gas oil swaps, and Chukyo Gasoline and Kerosene.

1. Setting Method, etc.

(1) Criteria for SCB Range Expansion

① Trigger Criteria (Trigger Conditions) and Range of Expansion

If any one of the contract months of the Platts Dubai Crude Oil settlement prices reaches a Price Range higher than the current Price Range, the SCB Range for all contract months of Platts Dubai Crude Oil, Gasoline and Kerosene will be moved/expanded to the next higher SCB Price Range.

If/when the SCB range is expanded, the next measurements will start from the clearing period that follows the clearing period where the criteria for trigger (trigger conditions) was met.

※ There might be a temporary expansion of SCB range when there is a divergence between the price of TOCOM's Platts Dubai Crude Oil and physical commodity.

② Timing of SCB Range Expansion

From the night session of the second business day after the clearing period during which the settlement price(s) caused the trigger of the expansion.

(2) Criteria for Reduction of SCB Range

① Trigger Criteria (Trigger Condition) and Range of Reduction

If the settlement prices of all the contract months of Platts Dubai Crude Oil fell in the Price Range lower than the current Price Range for five business days in a row, the SCB Range for all the contract months of Platts Dubai Crude Oil, Gasoline and Kerosene will be reduced to the SCB Range for Price Range immediately lower than the Price Range currently in effect.

If/when the SCB range is reduced, the next measurements will start from the clearing period following the clearing period during which the criteria for triggering (trigger conditions) was met.

※ **There might be a temporary reduction of SCB range when there is a divergence between the price of TOCOM's Platts Dubai Crude Oil and physical commodity.**

② Timing of SCB Range Reduction

From the night session of the second business day after the clearing period during which the settlement price caused the trigger of the reduction.

If the Price Range of the settlement price of all the contract months of Platts Dubai Crude Oil fell two or more Price Range lower than the current Price Range, or the Price Ranges of contract months fell lower to multiple lower Price Ranges, the SCB Price Range immediately lower than the current Price Range in effect will be applied.

【Table: SCB Range Reflecting Price Range of Platts Dubai Crude Oil (Settlement Price)】

Price Range for Platts Dubai Crude Oil (settlement Price)	SCB Range
Less than JPY 20,000	JPY 8,000
At/above JPY 20,000 and less than JPY 30,000	JPY 12,000
At/above JPY 30,000 and less than JPY 40,000	JPY 16,000
At/above JPY 40,000 and less than JPY 50,000	JPY 20,000
At/above JPY 50,000 and less than JPY 60,000	JPY 24,000
At/above JPY 60,000 and less than JPY 70,000	JPY 28,000
At/above JPY 70,000 and less than JPY 80,000	JPY 32,000
At/above JPY 80,000 and less than JPY 90,000	JPY 36,000
At/above JPY 90,000 and less than JPY 100,000 (※)	JPY 40,000

※ At and above, for every increase of price range by JPY 10,000, SCB Range will be increased by JPY 4,000.

2. Effective Period

From the clearing period of October 1, 2020 (※)

※The SCB Ranges for the trading session on October 1st, 2020 will be set based on the settlement prices on September 28th, 2020.