



CP1321 – BSCP301 v13.1 Redline Text v0.3

This is version v13.1 of BSCP301 with the CP1313 changes accepted into the main document. We have done this so that the changes brought about by CP1321 are clearly visible.

Section 1 – Section 4.5.2 No changes

- *Amendment to Section 4.6 ‘Manage Credit Cover’*

4.6 Manage Credit Cover

4.6.1 Reduction of Credit Cover by Parties not in Default

REF	WHEN	ACTION	FROM	TO	INFORMATION REQUIRED	METHOD
4.6.1.1	At any time	Request minimum eligible amount calculation.	Trading Party	ECVAA	ECVAA-I024: Credit Cover Minimum Eligible Amount Request (Form BSCP301/06)	Email/Fax
4.6.1.2	On same WD as 4.6.1.1	Check if Party is in Default of the Code. If Party is not in Default go to 4.6.1.4. If Party is in Default go to 4.6.1.3.	ECVAA			Internal process
4.6.1.3	On same WD as 4.6.1.1	Inform BSCCo and go to 4.6.2.3.	ECVAA	BSCCo		Email/Fax

REF	WHEN	ACTION	FROM	TO	INFORMATION REQUIRED	METHOD
4.6.1.4	On first WD after the expiry of the Waiting Period ⁷	Calculate minimum eligible amount.	ECVAA			Internal Process
4.6.1.5	On same WD as 4.6.1.4	Notify minimum eligible amount.	ECVAA	FAA Trading Party BSCCo BSCCo	ECVAA-I025: Credit Cover Minimum Eligible Amount Report (Form BSCP301/07) ECVAA-I027: Notification of BSC Party in Section H Default	Fax/Email
4.6.1.6	Not later than second WD after 4.6.1.5	Request reduction of Credit Cover.	Trading Party	FAA	Details of LC reduction/cash withdrawal	Letter/Fax/Email
4.6.1.7	In response to 4.6.1.6	Consent to reduction/withdrawal of Credit Cover.	FAA	Trading Party or BSC Banker	Notification of consent or instruction to transfer money or return or exchange LC	Letter/Fax

⁷The definition of the Waiting Period is dependent on the minimum eligible amount calculation rule specified by ECVAA as per Section M 2.3 of the Code.

4.6.2 Reduction of Credit Cover by Withdrawing Parties in Default solely by virtue of Section H3.1.1(g)

Withdrawing Parties in Default solely by virtue of Section H3.1.1(g) of the Code are entitled to request a reduction of Credit Cover, providing they have satisfied the criteria for withdrawal stipulated in Section A5.1 of the Code.

REF	WHEN	ACTION	FROM	TO	INFORMATION REQUIRED	METHOD
4.6.2.1	To meet the timescales for withdrawal and the requirements in Sections M2.3 and A5.1.3 of the Code ²	Request minimum eligible amount calculation.	Trading Party	ECVAA	ECVAA-I024: Credit Cover Minimum Eligible Amount Request (Form BSCP301/06)	Email/Fax
4.6.2.2	On same WD as 4.6.2.1, where 4.6.2.1 occurred on a WD, or on the first WD after 4.6.2.1, where 4.2.6.1 occurred on a non-WD	Request minimum eligible amount calculation rule.	ECVAA	BSCCo	ECVAA-I026: Minimum Eligible Amount Rule Request	Email/Fax
4.6.2.3	On same WD as 4.6.2.2	Check that the Party has submitted a Withdrawal Notice Form and is in Default of the Code solely by virtue of Section H3.1.1(g). If not, go to 4.6.2.4. If so, continue at 4.6.2.5.	BSCCo			Internal process
4.6.2.4	Following 4.6.2.3 and on same WD as 4.6.2.3	Inform Party the minimum eligible amount calculation request has been refused and provide reasons for refusal. END PROCESS.	BSCCo	ECVAA Trading Party		Internal process

² In order to meet the Code requirements and work out the appropriate date to submit a minimum eligible amount calculation request, Withdrawing Parties would typically need to count 2-4WDs back from their Withdrawal Date followed by a further 10SDs. Withdrawing Parties are advised to contact BSCCo for more detailed guidance at least three weeks prior to the Withdrawal Date.

REF	WHEN	ACTION	FROM	TO	INFORMATION REQUIRED	METHOD
4.6.2.5	Following 4.6.2.3 and on the same WD as 4.6.2.3	Notify ECVAA of minimum eligible amount calculation rule.	BSCCo	ECVAA Trading Party	ECVAA-I027: Minimum Eligible Amount Rule Confirmation (Form BSCP301/07)	Email/Fax
4.6.2.6	On the first WD following the expiry of the Waiting Period	Perform minimum eligible amount calculation and notify Party of minimum eligible amount arrived at.	ECVAA	FAA Trading Party	ECVAA-I025: Credit Cover Minimum Eligible Amount Report (Form BSCP301/07)	Fax/Email
4.6.2.7	2 WD prior to the Withdrawal Date	Check that Withdrawal Date has been confirmed. If so, inform Party and FAA and continue to 4.6.2.8 If not, inform Party and the FAA that the reduction in Credit Cover has been refused and why. END PROCESS.	BSCCo	FAA Trading Party		Internal process
4.6.2.8	Following 4.6.2.7, to meet withdrawal timescales and Code requirements in Section M2.3	Request reduction of Credit Cover.	Trading Party	FAA	Details of LC reduction/cash withdrawal	Email/Fax
4.6.2.9	On same WD as 4.6.2.8	Consent to reduction of Credit Cover and END PROCESS.	FAA	Trading Party or BSC Banker	Notification of consent or instruction to transfer money or return or exchange LC	Letter/Fax

Section 4.6.3 - Section 5.3 No changes