

Chapter 618B

NYISO Zone J Calendar-Day Peak LBMP Swap Futures

618B.01. SCOPE

The provisions of these rules shall apply to all contracts bought or sold on the Exchange for cash settlement based on the Floating Prices.

618B.02. DAILY FLOATING PRICE

A Daily Floating Price will be determined for the peak day. The Floating Price will be equal to the arithmetic average of the hourly day-ahead Locational Based Marginal Prices (LBMP) for Zone J published by the New York Independent System Operator (NYISO) for the peak day. For settlement of this contract, the prices provided by NYISO will be considered final on the payment day stated in Rule 618b.08 and will not be subject to any further adjustment.

618B.021. PEAK DAYS

"Peak day" shall mean a Monday through Friday, excluding North American Electric Reliability Council holidays.

618B.022. PEAK HOURS

From Hour Ending (HE) 0800 Eastern Prevailing Time (EPT) through HE 2300 EPT.

618B.03. CONTRACT QUANTITY AND VALUE

The contract quantity shall be 40 MWH (Megawatt Hours).

Each NYISO Zone J Calendar-Day Peak LBMP Swap Futures contract shall be valued as the contract quantity (40 MWH) multiplied by the settlement price.

618B.04. CONTRACT DAYS

Trading shall be conducted in contracts for such days as shall be determined by the Board of Directors.

618B.05. PRICES AND FLUCTUATIONS

Prices shall be quoted in U.S. dollars and cents per MWH. The minimum price fluctuation shall be \$0.05 per MWH. There shall be no maximum price fluctuation.

618B.06. TERMINATION OF TRADING

Trading shall cease on the business day that is the peak day. When the business day is not the peak day, trading shall cease on the previous business day.

618B.07. FINAL SETTLEMENT

Delivery under the -NYISO Zone J Calendar Day Peak LBMP Swap Futures contract shall be by cash settlement. The cash-settlement price will be based on the Daily Floating Price which is determined for the peak day.

618B.08. PAYMENT DATE

Ten (10) business days following the peak day.

618B.09. EXCHANGE OF FUTURES FOR, OR IN CONNECTION WITH PRODUCT AND EXCHANGE OF FUTURES FOR, OR IN CONNECTION WITH SWAP TRANSACTIONS

Any Exchange of Futures for, or in Connection with Product (EFP) or Exchange of Futures for, or in Connection with Swap Transactions (EFS) shall be governed by the provisions of Rules 538 and 538A, respectively.