

Chapter 702

Henry Hub Natural Gas (Platts Gas Daily/Platts IFERC) Index Futures

702.01. SCOPE

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

702.02. FLOATING PRICE

The Floating Price for each contract month will be equal to the arithmetic average of the Platts Gas Daily Henry Hub Midpoint ("Midpoint") minus the Platts Inside FERC's Gas Market Report ("Platts IFERC") Henry Hub Index ("Index") published for the corresponding contract month calculated for all Flow Dates during the contract month and rounded to the nearest hundredth of a cent. For purposes of this chapter, "Flow Date" shall mean a calendar date that corresponds to a published price used for determining the Floating Price.

702.03. CONTRACT QUANTITY AND VALUE

The contract quantity shall be 2,500 MMBtu (million British thermal units). Transaction sizes for trading in any contract month shall be restricted to whole number multiples of the number of calendar days in that contract month, provided however this restriction on transaction size does not apply to exchange for related position ("EFRP") transactions. Each futures contract shall be valued as the contract quantity (2,500 MMBtu) multiplied by the settlement price.

702.04. CONTRACT MONTHS

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

702.05. PRICES AND FLUCTUATIONS

Prices shall be quoted in U.S. dollars and cents per MMBtu. The minimum price fluctuation shall be \$0.0001 per MMBtu. There shall be no maximum price fluctuation.

702.06. TERMINATION OF TRADING

Trading shall cease on the last business day of the month prior to the contract month.

702.07. FINAL SETTLEMENT

Delivery under the contract shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the Floating Price. The final settlement price will be the Floating Price calculated for each contract month, provided, however, that in the event that the Floating Price is not available to the Exchange for any reason, the President or the President's designee, based on the best information available to the Exchange at the time, will determine a final settlement price, which in the judgment of staff, is intended to serve as the best substitute for the Floating Price.

702.08. RESERVED**702.09. DISCLAIMER**

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