

## Chapter 756

### ISO New England Internal Hub Peak LMP Swap Futures

#### **756.01. 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.

#### **756.02. FLOATING PRICE**

The Floating Price will be determined for each contract month. The Floating Price will be equal to the arithmetic average of the hourly day-ahead Locational Marginal Prices (LMP) for ISO New England (ISO-NE) Internal Hub, ISO-NE Location I.D. 4000, published by ISO-NE for all peak hours in the contract month. For settlement of this contract, the prices provided by ISO-NE will be considered final on the payment day stated in Rule 756.10 and will not be subject to any further adjustment.

#### **756.03. PEAK DAYS**

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

#### **756.04. PEAK HOURS**

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

#### **756.05. CONTRACT QUANTITY AND VALUE**

The contract quantity is based on 2.5 megawatts per hour for each peak hour of the contract month. The daily total is 40 Megawatt Hours (MWH). One contract shall equal the daily total multiplied by the number of peak days in the contract month. Each futures contract shall be valued as the contract quantity multiplied by the settlement price.

#### **756.06. CONTRACT MONTHS**

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

#### **756.07. 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.

#### **756.08. TERMINATION OF TRADING**

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

#### **756.09. FINAL SETTLEMENT**

Delivery under ISO New England Internal Hub Peak LMP Swap Futures 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.

#### **756.10. PAYMENT DATE**

Ten (10) business days following each contract month.

**756.11. 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.