

Chapter 1138

PJM ATSI Zone 5 MW Off-Peak Calendar-Month Day-Ahead Futures

1138100. SCOPE OF CHAPTER

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. The procedures for trading, clearing and cash settlement of this contract, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

1138101. CONTRACT SPECIFICATIONS

The Floating Price for each contract month will be equal to the arithmetic average of the PJM ATSI Zone Day-Ahead LMP for Off-Peak hours provided by PJM Interconnection, LLC (PJM), for the contract month. For settlement of this contract, the prices provided by PJM will be considered final on the Payment Date and will not be subject to any further adjustment.

1138102. TRADING SPECIFICATIONS

The number of months open for trading at a given time shall be determined by the Exchange.

1138102.A. Trading Schedule

The hours of trading for this contract shall be determined by the Exchange.

1138102.B. Trading Unit

The contract quantity shall be 5 Megawatt hours (MWh). Transaction sizes for trading any contract month shall be restricted to whole number multiples of the number of off-peak hours in the contract month. Each futures contract shall be valued as the contract quantity multiplied by the settlement price.

1138102.C. Off-Peak Days and Off-Peak Hours

Off-Peak shall mean Monday through Friday Hour Ending (HE) 0100-0700 and 2400 Eastern Prevailing Time (EPT) and Saturday-Sunday HE 0100-2400 EPT including North American Electric Reliability Corporation holidays.

1138102.D. Price Increments

Prices shall be quoted in U.S. dollars and cents per MWh. The minimum price fluctuation shall be \$0.05 per MWh.

1138102.E. Position Limits and Position Accountability

In accordance with Rule 559, no person shall own or control positions in excess of 170,000 contracts net long or net short in the spot month.

In accordance with Rule 560:

1. the all-months accountability level shall be 1,190,000 contracts net long or net short in all months combined;
2. the any-one month accountability level shall be 850,000 contracts net long or net short in any single contract month excluding the spot month.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

1138102.F. Termination of Trading

Trading on CME Globex shall cease on the last business day of the month prior to the contract month. Submission of all block transactions shall cease on the last business day of the contract month.

1138102.G. Payment Date

Payment Date shall be five (5) business days following termination of trading.

1138103. FINAL SETTLEMENT

Final settlement 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.

1138104. DISCLAIMER

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