Chapter 1151
Hardisty Western Canadian Select (NE2) Monthly Index Average Price Option

1151100. SCOPE OF CHAPTER
This chapter is limited in application to put and call options on Hardisty Western Canadian Select (NE2) Monthly Index Futures. In addition to the rules of this chapter, transactions in options on Hardisty Western Canadian Select (NE2) Monthly Index Futures shall be subject to the general rules of the Exchange insofar as applicable.

1151101. OPTION CHARACTERISTICS
The number of months open for trading at a given time shall be determined by the Exchange.

1151101.A. Trading Schedule
The hours of trading for this contract shall be determined by the Exchange.

1151101.B. Trading Unit
The Call Option traded on the Exchange represents the differential between the final settlement price of the underlying Hardisty Western Canadian Select (NE2) Monthly Index Futures less the strike price, or zero whichever is greater, multiplied by 1,000 barrels. A Put Option represents the differential between the strike price and the final settlement price of the underlying Hardisty Western Canadian Select (NE2) Monthly Index Futures, or zero, whichever is greater, multiplied by 1,000 barrels.

1151101.C. Price Increments
Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of $0.001 per barrel. The minimum price increment will be $0.001.

1151101.D. Position Limits, Exemptions, Position Accountability and Reportable Levels
The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5. A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion. Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

1151101.E. Termination of Trading
The option contract shall expire along with the underlying Hardisty Western Canadian Select (NE2) Monthly Index Futures contract. Trading of the underlying futures ceases one Canadian business day prior to the Notice of Shipments (NOS) date on the Enbridge Pipeline. The NOS date occurs on about the 20th calendar day of the month, subject to confirmation by Enbridge Pipeline. The official schedule for the NOS dates will be made publicly available by Enbridge Pipeline prior to the start of each year, and will be posted on the Exchange website as part of the termination schedule.

1151101.F. Type Option
The option is a European-style option which can be exercised only on the expiration day.

1151102. EXERCISE PRICES AND CHARACTERISTICS
Transactions shall be conducted for option contracts as set forth in Rule 300.20.