

Chapter 1183

PJM AEP Dayton Hub Peak 50 MW Calendar-Month LMP Option on Calendar Futures Strip

1183100. SCOPE OF CHAPTER

This chapter is limited in application to put and call options on PJM AEP Dayton Hub 5 MW Peak Calendar-Month Real-Time LMP Futures (Z9) contracts. In addition to the rules of this chapter, transactions in options on PJM AEP Dayton Hub 5 MW Peak Calendar-Month Real-Time LMP Futures (Z9) contracts shall be subject to the general rules of the Exchange insofar as applicable.

1183101. OPTION CHARACTERISTICS

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

1183101.A. Trading Schedule

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

1183101.B. Trading Unit

A call option traded on the Exchange represents an option to assume, at the strike price, ten (10) long contracts per peak day of the underlying PJM AEP Dayton Hub 5 MW Peak Calendar-Month Real-Time LMP Futures (Z9) contracts in each month of the twelve consecutive months beginning with the underlying January month. A put option traded on the Exchange represents an option to assume, at the strike price, ten (10) short contracts per peak day of the underlying PJM AEP Dayton Hub 5 MW Peak Calendar-Month Real-Time LMP Futures (Z9) contract in each month of the twelve consecutive months beginning with the underlying January month.

1183101.C. Price Increments

Prices shall be quoted in dollars and cents per megawatt hour (MWh). The minimum price increment shall be \$0.01 per MWh.

1183101.D. Position Limits and Position Accountability

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.

1183101.E. Termination of Trading

The option contract shall expire at the close of trading on the second to last Friday of the month prior to the delivery month of the first underlying month of the PJM AEP Dayton Hub 5 MW Peak Calendar-Month Real-Time LMP Futures (Z9) contract in the strip.

1183101.F. Type Option

The option is a European-style option which can be exercised only on expiration day.

1183102. EXERCISE PRICES

Transactions shall be conducted for option contracts as set forth in Rule 300.20.

1183103. DISCLAIMER

NEITHER NEW YORK MERCANTILE EXCHANGE, INC. ("NYMEX"), ITS AFFILIATES NOR PJM INTERCONNECTION LLC ("PJM") GUARANTEES THE ACCURACY NOR COMPLETENESS OF THE PRICE ASSESSMENT OR ANY OF THE DATA INCLUDED THEREIN.

NYMEX, ITS AFFILIATES OR PJM MAKE NO WARRANTIES, EXPRESS OR IMPLIED, AS TO THE RESULTS TO BE OBTAINED BY ANY PERSON OR ENTITY FROM USE OF THE PRICE ASSESSMENT, TRADING AND/OR CLEARING BASED ON THE PRICE

ASSESSMENT, OR ANY DATA INCLUDED THEREIN IN CONNECTION WITH THE TRADING AND/OR CLEARING OF THE CONTRACT, OR, FOR ANY OTHER USE. NYMEX, ITS AFFILIATES AND PJM MAKE NO WARRANTIES, EXPRESS OR IMPLIED, AND HEREBY DISCLAIM ALL WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE WITH RESPECT TO THE PRICE ASSESSMENT OR ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL NYMEX, ITS AFFILIATES OR PJM HAVE ANY LIABILITY FOR ANY LOST PROFITS OR INDIRECT, PUNITIVE, SPECIAL OR CONSEQUENTIAL DAMAGES (INCLUDING LOST PROFITS), EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.