

Chapter 1213

European Naphtha Cargoes CIF NWE (Platts) Average Price Option

1213100. SCOPE OF CHAPTER

This chapter is limited in application to put and call options on European Naphtha Cargoes CIF NWE (Platts) Futures (UN) contracts. In addition to the rules of this chapter, transactions in options on European Naphtha Cargoes CIF NWE (Platts) Futures (UN) shall be subject to the general rules of the Exchange insofar as applicable.

1213101. OPTION CHARACTERISTICS

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

1213101.A. Trading Schedule

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

1213101.B. Trading Unit

On expiration of a call option, the value will be the difference between the final settlement price for the underlying European Naphtha Cargoes CIF NWE (Platts) Futures (UN) contract and the strike price multiplied by 1,000 metric tons, or zero, whichever is greater. On exercise of a put option, the value will be the difference between the strike price and the final settlement price for the underlying European Naphtha Cargoes CIF NWE (Platts) Futures (UN) contract multiplied by 1,000 metric tons, or zero, whichever is greater.

1213101.C. Price Increments

Prices shall be quoted in dollars and cents per metric ton and prices shall be in multiples of \$0.001 per metric ton. A cabinet trade may occur at a price of \$0.001 per metric ton, or \$1.00 per contract.

1213101.D. Position Limits and Position Accountability

For purposes of calculating compliance with position limits, each contract will be aggregated with positions held in European Naphtha Cargoes CIF NWE (Platts) Futures (UN). Each position in the contract will be calculated as a single position in the European Naphtha Cargoes CIF NWE (Platts) Futures (UN) contract.

For purposes of position limits and position accountability levels, contracts shall diminish ratably as the contract month progresses toward month end.

In accordance with Rule 559, no person shall own or control positions in excess of 150 contracts net long or net short in the spot month.

In accordance with Rule 560:

1. the all-months accountability level shall be 1,500 futures-equivalent contracts net long or net short in all months combined;
2. the any-one month accountability level shall be 1,500 futures-equivalent 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.

1213101.E. Termination of Trading

The option contract shall expire at the close of business on the last business day of the contract month.

1213101.F. Type Option

The option is a European-style option cash settled only on expiration day.

1213102. EXERCISE PRICES

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

1213103. DISCLAIMER

See [NYMEX/COMEX Chapter iv. \("DISCLAIMERS"\)](#) incorporated herein by reference.