Chapter 1251
In Delivery Month European Union Allowance (EUA) Option

1251100. SCOPE OF CHAPTER
This chapter is limited in application to put and call options on In Delivery Month European Union Allowance (EUA) futures contracts. In addition to the rules of this chapter, transactions in options on In Delivery Month European Union Allowance (EUA) futures shall be subject to the general rules of the Exchange insofar as applicable.

1251101. OPTION CHARACTERISTICS
The number of months open for trading at a given time shall be determined by the Exchange.

1251101.A. Trading Schedule
The hours of trading for this contract shall be determined by the Exchange.

1251101.B. Trading Unit
An In Delivery Month European Union Allowance (EUA) option traded on the Exchange represents an option to assume a short or long position in the underlying In Delivery Month European Union Allowance (EUA) futures contract at the strike price.

1251101.C. Price Increments
The minimum price fluctuation is €0.0025 per EUA. Prices shall be quoted in Euros (€) and Euro cents (¢) per EUA. A cabinet trade may occur at a price of €1.00 per contract, however, if it results in the liquidation of positions for both parties to the trade.

1251101.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.

1251101.E. Termination of Trading
The option contract shall expire at the close of trading three business days prior to the expiration of the underlying In Delivery Month European Union Allowance (EUA) futures contract.

1251101.F. Type Option
The option is a European-style option which can only be exercised into the underlying futures on expiration day.

1251102. EXERCISE PRICES
Transactions shall be conducted for option contracts as set forth in Rule 300.20.