Chapter 306
Micro WTI Crude Oil Option

306100. SCOPE OF CHAPTER
This chapter is limited in application to put and call options on the Micro WTI Crude Oil (MCL) Futures contract. In addition to the rules of this chapter, transactions in the Micro WTI Crude Oil Option contract shall be subject to the general rules of the Exchange insofar as applicable.

306101. OPTION CHARACTERISTICS
The number of contract months open for trading at a given time shall be determined by the Exchange.

306101.A. Trading Schedule
The hours of trading for this contract shall be determined by the Exchange.

306101.B. Trading Units
On expiration of a call option, the value will be the settlement price of the first nearby Micro WTI Crude Oil Futures contract less the strike price, or zero, whichever is greater, multiplied by 100. On expiration of a put option, the value will be the strike price less the settlement price of the first nearby Micro WTI Crude Oil Futures contract, or zero, whichever is greater, multiplied by 100.

306101.C. Price Increments
Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of $0.01 per barrel. The minimum price increment will be $0.01.

306101D. 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.

306101.E. Termination of Trading
A Micro WTI Crude Oil Option shall expire at the close of trading on the second business day immediately preceding the expiration of the underlying Micro WTI Crude Oil Futures (MCL) contract.

306101.F. Type of Option
The option is a European-style option cash settled on expiration day.

306102. EXERCISE PRICES AND CHARACTERISTICS
Transactions shall be conducted for option contracts as set forth in Rule 300.20.

306103. SPECIAL PRICE FLUCTUATION LIMITS
At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits and Daily Price Limits Table in the Interpretations & Special Notices Section of Chapter 5.