

Chapter 307

Micro WTI Crude Oil Weekly Option

307100. SCOPE OF CHAPTER

This chapter is limited in application to weekly 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 Weekly Option contract shall be subject to the general rules of the Exchange insofar as applicable.

307101. OPTION CHARACTERISTICS

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

307101.A. Trading Schedule

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

307101.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.

307101.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.

307101D. 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.

307101.E. Termination of Trading

Options will expire at the close of trading on a Friday schedule. If such Friday falls on the expiration of a Micro WTI Crude Oil monthly option, the weekly option shall not be listed. For the first (1st) weekly option of the month, if the first Friday of the listing is a scheduled Exchange holiday, the Micro WTI Crude Oil Weekly Option shall terminate on the first Business Day immediately preceding the Friday.

For the second (2nd) weekly option of the month, if the second Friday of the listing is a scheduled Exchange holiday, the Micro WTI Crude Oil Weekly Option shall terminate on the first Business Day immediately preceding the Friday.

For the third (3rd) weekly option of the listing, if the third Friday of the listing is a scheduled Exchange holiday, the Micro WTI Crude Oil Weekly Option shall terminate on the first Business Day immediately preceding the Friday.

For the fourth (4th) weekly option of the listing, if the fourth Friday of the listing is a scheduled Exchange holiday, the Micro WTI Crude Oil Weekly Option shall terminate on the first Business Day immediately preceding the Friday.

For the fifth (5th) weekly option of the listing, if the fifth Friday of the listing is a scheduled Exchange holiday, the Micro WTI Crude Oil Weekly Option shall terminate on the first Business Day immediately preceding the Friday.

307101.F. Type of Option

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

307102. EXERCISE PRICES AND CHARACTERISTICS

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

307103. 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.