

Chapter 375

Henry Hub Natural Gas Last Day Financial Option

375100. SCOPE OF CHAPTER

This chapter is limited in application to put and call options on the Henry Hub Natural Gas Look-Alike Last Day Financial Futures contract. In addition to the rules of this chapter, transactions in options on Henry Hub Natural Gas Look-Alike Last Day Financial Futures shall be subject to the general rules of the Exchange insofar as applicable.

375101. OPTION CHARACTERISTICS

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

375101.A. Trading Schedule

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

375101.B. Trading Unit

The Henry Hub Natural Gas Last Day Financial Option is a European Style Option contract which cannot be exercised prior to expiration. The Henry Hub Financial Last Day Put Option contract traded on the Exchange will represent the cash difference between the strike price and the settlement price of the underlying Henry Hub Natural Gas Look-Alike Last Day Financial Futures contract traded on the Exchange multiplied by \$10,000, or zero, whichever is greater. The Henry Hub Financial Last Day Call Option contract traded on the Exchange will represent the cash difference of the settlement price of the underlying Henry Hub Natural Gas Look-Alike Last Day Financial Futures contract traded on the Exchange less the strike price multiplied by \$10,000, or zero, whichever is greater.

375101.C. Price Increments

Prices shall be quoted in dollars and hundredths of cents per MMBtu. The minimum price fluctuation will be \$.0001 per MMBtu. for transactions submitted for clearing via through CME ClearPort. The minimum price fluctuation will shall be \$0.0010 per MMBtu for trades executed on CME Globex. However, a cabinet trade may occur at the price of \$.0001 per MMBtu or \$1.

375101.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.

375101.E. Termination of Trading

The Henry Hub Natural Gas Last Day Financial Option shall expire on the same day as the underlying Henry Hub Natural Gas Look-Alike Last Day Financial Futures Contract.

375101.F. Type Option

The option is a European-style option.

375102. EXERCISE PRICES AND CHARACTERISTICS

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

375103. 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 Table in the Interpretations & Special Notices Section of Chapter 5.