Chapter 391
Henry Hub Natural Gas Calendar Spread Option

391100. SCOPE OF CHAPTER
This chapter is limited in application to put and call Henry Hub Natural Gas Calendar Spread Option on the Henry Hub Natural Gas Futures contract. In addition to the rules of this chapter, transactions in Henry Hub Natural Gas Calendar Spread Option shall be subject to the general rules of the Exchange.

391101. OPTION CHARACTERISTICS
The number of months open for trading at a given time shall be determined by the Exchange.

391101.A. Trading Schedule
The hours of trading for this contract shall be determined by the Exchange.

391101.B. Trading Unit
A Natural Gas Calendar Spread Put Option contract traded on the Exchange represents an option to assume a short position in the first expiring Henry Hub Natural Gas Futures contract in the spread and a long position in the second expiring Henry Hub Natural Gas Futures contract in the spread traded on the Exchange. A Call Option represents an option to assume a long position in the first expiring Henry Hub Natural Gas futures contract in the spread and a short position in the second expiring Henry Hub Natural Gas contract in the spread traded on the Exchange.

391101.C. Price Increments
Prices shall be quoted in dollars and cents per million British thermal units (MMBtu) and prices shall be in multiples of $0.001 per MMBtu. A cabinet trade may occur at a price of $0.0001 per MMBtu, or $1.00 a contract.

391101.D. 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.

391101.E. 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.

391101.F. Termination of Trading
A Natural Gas Calendar Spread Option contract on the Exchange shall expire at the close of trading on the business day immediately preceding the expiration of the first expiring futures contract in the spread

391101.F. Type of Option
The option is a European-style option which can only be exercised on expiration day.

391102. EXERCISE PRICES
Transactions shall be conducted for option contracts as set forth in Rule 300.20.