

Chapter 399

Henry Hub Natural Gas Financial Calendar Spread Option

399.01 EXPIRATION

A Henry Hub Natural Gas Financial Calendar Spread Option (the "Option") on the Exchange shall expire at the close of trading one business day immediately preceding the expiration of the first expiring Henry Hub Natural Gas Futures (NG) contract in the spread.

399.02 TRADING UNIT

The Option is a European-style Option contract which cannot be exercised prior to expiration. A Put Option contract traded on the Exchange will represent the cash difference between the strike price and the settlement price of the second expiring Henry Hub Natural Gas Futures (NG) contract in the spread less the settlement price of the first expiring Henry Hub Natural Gas Futures (NG) contract in the spread traded on the Exchange multiplied by 10,000, or zero, whichever is greater. A call option represents the cash difference of the settlement price of the first expiring Henry Hub Natural Gas Futures (NG) contract in the spread less the settlement price of the second expiring Henry Hub Natural Gas Futures (NG) contract in the spread traded on the Exchange less the strike price multiplied by 10,000, or zero, whichever is greater.

399.03 TRADING MONTHS

Trading in the Option contract shall be conducted in the months determined by the Exchange. Trading shall commence on the day prescribed by the Exchange.

399.04 EXCHANGE HOURS

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

399.05 STRIKE PRICES

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

399.06 PRICES

Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of \$0.001 (0.1 cent) per MMBtu. However, a cabinet trade may occur at a price of \$0.0001 per MMBtu, or \$1.00 a contract.

399.07 ABSENCE OF PRICE FLUCTUATION LIMITATIONS

Trading in the Option contract shall not be subject to price fluctuation limitations.

399.08 TEMPORARY TRADING HALT

When a Triggering Event (as defined in Chapter 220) in Henry Hub Natural Gas futures occurs, trading in this option shall be subject to a coordinated Temporary Trading Halt (as defined in Chapter 220).