

## Chapter 407

### ISO New England Mass Hub Peak LMP 5 MW Option on Calendar Futures Strip

#### 407.01 EXPIRATION

The contract shall expire on the second to last Friday of the month prior to the first underlying ISO New England Mass Hub 5 MW Peak Calendar-Month Day-Ahead LMP Futures (U6) contract. If the second to last Friday is an Exchange holiday, expiration will occur on the business day immediately preceding that day.

#### 407.02 TYPE OPTION

The contract is a European-style option.

#### 407.03 TRADING UNIT

A call option traded on the Exchange represents an option to assume, at the strike price, one (1) long contract per peak day of the underlying ISO New England Mass Hub 5 MW Peak Calendar-Month Day-Ahead LMP Futures (U6) contract in each month of the twelve consecutive months beginning with the underlying January month. A put option traded on the Exchange represents an option to assume, at the strike price, one (1) short contract per peak day of the underlying ISO New England Mass Hub 5 MW Peak Calendar-Month Day-Ahead LMP Futures (U6) contract in each month of the twelve consecutive months beginning with the underlying January month.

#### 407.04 STRIKE PRICES

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

#### 407.05 TRADING MONTHS

Trading in the contract shall be conducted in the months determined by the Exchange. Trading shall commence on the day fixed by resolution of the Exchange.

#### 407.06 PRICES

Prices shall be quoted in dollars and cents per Megawatt hour (MWh). The minimum price increment will be one cent (\$0.01) per MWh.

#### 407.07 ABSENCE OF PRICE FLUCTUATION

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