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.