

Chapter 422

Chicago Ethanol (Platts) Average Price Option

422100. SCOPE OF CHAPTER

This chapter is limited in application to put and call options on Chicago Ethanol (Platts) Futures. In addition to the rules of this chapter, transactions in options on Chicago Ethanol (Platts) Futures shall be subject to the general rules of the Exchange insofar as applicable.

422101. OPTION CHARACTERISTICS

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

422101.A. Trading Schedule

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

422101.B. Trading Unit

A Chicago Ethanol (Platts) Average Price Call Option traded on the Exchange represents the differential between the final settlement price of the underlying Chicago Ethanol (Platts) Swap Future less the strike price, or zero whichever is greater, multiplied by 42,000 gallons. A Chicago Ethanol (Platts) Average Price Put Option represents the differential between the strike price and the final settlement price of the underlying Chicago Ethanol (Platts) Swap Futures, or zero, whichever is greater, multiplied by 42,000 gallons.

422101.C. Price Increments

Prices shall be quoted in U.S. dollars and cents per gallon. The minimum price fluctuation shall be \$0.00005 per gallon for transactions submitted for clearing via CME ClearPort. The minimum price fluctuation shall be \$0.00025 per gallon for trades executed on CME Globex electronic trading platform. A cabinet trade may occur at a price of \$0.0000238 per gallon, or \$1.00 per contract.

422101.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.

422101.E. Termination of Trading

Trading terminates at the close of trading on the last business day of the contract month.

422101.F. Type Option

The option is a European-style option.

422102. EXERCISE PRICES AND CHARACTERISTICS

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

422103. DISCLAIMER

See [NYMEX/COMEX Chapter iv. \("DISCLAIMERS"\)](#) incorporated herein by reference.