

Chapter 519A

San Juan Natural Gas (Platts IFERC) "Pipe" Option

519A.01 TYPE OPTION

The option is a European Style option financially settled against the mathematical sum of the settlement prices for the underlying San Juan Natural Gas (Platts IFERC) Basis Futures (NJ) and Henry Hub Natural Gas Last Day Financial Futures (NN).

519A.02 STRIKE PRICES

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

519A.03 TRADING UNIT

On expiration of a call option, the value will be the difference between the mathematical sum of the settlement prices for the underlying San Juan Natural Gas (Platts IFERC) Basis Futures (NJ) and Henry Hub Natural Gas Last Day Financial Futures (NN) and the strike price multiplied by 2,500 MMBtu, or zero, whichever is greater. On exercise of a put option, the value will be the difference between the strike price and the mathematical sum of the settlement prices for the underlying San Juan Natural Gas (Platts IFERC) Basis Futures (NJ) and Henry Hub Natural Gas Last Day Financial Futures (NN) multiplied by 2,500 MMBtu, or zero, whichever is greater.

519A.04 PRICES

Prices shall be quoted in dollars and hundredths of cents per MMBtu. A cabinet trade may occur at the price \$1.00 per contract.

519A.05 EXPIRATION

The option contract shall expire on the termination day of the underlying San Juan Natural Gas (Platts IFERC) Basis Futures (NJ) contract.

519A.06 TRADED MONTHS

Trading months will be determined by resolution of the Exchange.

519A.07 DISCLAIMER

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