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.