

Chapter 748

Low Sulphur Gasoil Average Price Option

748.01. EXPIRATION OF LOW SULPHUR GASOIL AVERAGE PRICE OPTION CONTRACTS

A Low Sulphur Gasoil Average Price Option on the Exchange shall expire at the close of trading on the last business day of the calendar month. The expiration date shall be announced prior to the listing of the option contract.

748.02. TRADING UNIT FOR LOW SULPHUR GASOIL AVERAGE PRICE OPTION CONTRACTS

A Low Sulphur Gasoil Average Price Option is a cash settled option. On expiration, a Low Sulphur Gasoil average price call option traded on the Exchange represents the differential between the underlying European Low Sulphur Gasoil Financial Futures contract (Commodity code GX, Rulebook Chapter 728) less the strike price multiplied by 1,000 metric tons, or zero whichever is greater. On expiration, a Low Sulphur Gasoil average price put option represents the differential between the strike price and the settlement price of the European Low Sulphur Gasoil Financial Futures (Commodity code GX, Rulebook Chapter 728) multiplied by 1,000 metric tons, or zero whichever is greater.

748.03. TRADING MONTHS FOR LOW SULPHUR GASOIL AVERAGE PRICE OPTION CONTRACTS

Trading in Low Sulphur Gasoil Average Price Option Contracts shall be conducted in the months as shall be determined by the Board of Directors (the "Board"). Trading shall commence on the day fixed by the resolution of the Board.

748.04. HOURS OF TRADING IN LOW SULPHUR GASOIL AVERAGE PRICE OPTION CONTRACTS

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

748.05. STRIKE PRICES FOR LOW SULPHUR GASOIL AVERAGE PRICE OPTION CONTRACTS

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

748.06. PRICES IN LOW SULPHUR GASOIL AVERAGE PRICE CONTRACTS

Prices shall be quoted in dollars and cents per metric ton. The minimum price increment will be \$0.001 per metric ton. A cabinet trade may occur at a price of \$0.001 per metric ton, or \$1.00 per contract.

748.07. ABSENCE OF PRICE FLUCTUATION LIMITATIONS FOR LOW SULPHUR GASOIL AVERAGE PRICE OPTION CONTRACTS

Trading in Low Sulphur Gasoil Average Price Option contracts shall not be subject to price fluctuation limitations.