Chapter 748
Low Sulphur Gasoil Average Price Option

748100. SCOPE OF CHAPTER
This chapter is limited in application to put and call options on European Low Sulphur Gasoil Financial Futures contract. In addition to the rules of this chapter, transactions in options on Low Sulphur Gasoil Financial futures shall be subject to the general rules of the Exchange insofar as applicable.

748101. OPTION CHARACTERISTICS
The number of months open for trading at a given time shall be determined by the Exchange.
748101.A. Trading Schedule
The hours of trading for this contract shall be determined by the Exchange.
748101.B. Trading Unit
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.
748101.C. Price Increments
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 $.001 per metric ton, or $1.00 per contract.
748101.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.
748101.E. Termination of Trading
Trading shall cease on the last business day of the contract month.
748101.F. Type Option
The Low Sulphur Gasoil Average Price Option is a financially settled European-style Option contract which cannot be exercised prior to expiration.

748102. EXERCISE PRICES AND CHARACTERISTICS
Transactions shall be conducted for option contracts as set forth in Rule 300.20.