

## **Chapter 12E**

### **Options on Soybean Oilshare Futures**

#### **12E00. SCOPE OF CHAPTER**

This chapter is limited in application to put and call Options on Soybean Oilshare Futures contracts. In addition to the rules of this chapter, transactions in options on Soybean Oilshare Futures shall be subject to the general rules of the Exchange insofar as applicable. For purposes of this chapter, unless otherwise specified, times referred to herein shall refer to and indicate the Central Prevailing Time (CPT).

#### **12E01. OPTIONS CHARACTERISTICS**

##### **12E01.A. Contract Months**

Trading may be conducted in the nearby Options on Soybean Oilshare Futures contract month and any succeeding months, provided however, that the Exchange may determine not to list a contract month.

##### **12E01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one Soybean Oilshare Futures contract as specified in Chapter 12D.

##### **12E01.C. Minimum Fluctuations**

The premium for Options on Soybean Oilshare Futures shall be in multiples of twenty-five thousandths of one percent (0.025) equaling \$10.00 per contract.

However, a position may be initiated or liquidated in Options on Soybean Oilshare Futures at a premium ranging from \$1.00 to \$2.00 in \$1.00 increments per option contract.

##### **12E01.D. Trading Hours**

The hours of trading of Options on Soybean Oilshare Futures contracts shall be determined by the Exchange.

##### **12E01.E. Exercise and Exercise Prices**

Transactions and exercise of options shall be conducted for option contracts as set forth in the [Strike Price Listing and Exercise Procedures Table](#).

##### **12E01.F. 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.

##### **12E01.G. Reserved**

##### **12E01.H. Nature of Options on Soybean Oilshare Futures**

A Call option on the Soybean Oilshare Futures contract represents an option for the buyer to assume a long position in the underlying Soybean Oilshare Futures contract at the strike price.

A Put option on the Soybean Oilshare Futures contract represents an option for the buyer to assume a short position in the underlying Soybean Oilshare Futures contract at the strike price.

##### **12E01.I. Termination of Trading**

###### **12E01.I.1. Standard Option**

The last day of trading in any standard option for expiry in a given month shall be the last Friday which precedes by at least two Business Days the last Business Day of the calendar month preceding such option's named expiry month. If such Friday is not a Business Day, then the last day of trading in such option shall be the Business Day prior to such Friday.

On their last day of trading, expiring standard options shall cease trading at the close of the electronic trading session for the corresponding Soybean Oilshare Futures contract, subject to the provisions of Rule 12E01.D.

#### **12E02. SETTLEMENT**

For a Call Option on Soybean Oilshare Futures contracts, the settlement on expiration day is the differential between the underlying futures Final Settlement Price and the strike price multiplied by 400, or zero whichever is greater.

For a Put Option on Soybean Oilshare Futures contracts the settlement on expiration day is the differential between the strike price and underlying futures Final Settlement Price multiplied by 400, or zero whichever is greater.

**12E03.            OPTION PREMIUM LIMITS**

There are no option premium limits during any day for Options on Soybean Oilshare Futures.

**12E04.            PAYMENT OF OPTION PREMIUM**

The option premium must be paid in full by each clearing member to the Clearing House and by each option customer to his futures commission merchant at the time that the option is purchased, or within a reasonable time after the option is purchased.

(End Chapter 12E)