

Chapter 204G

USD Malaysian Crude Palm Oil Day 10th Financial Options

204G00. SCOPE OF CHAPTER

This chapter is limited in application to USD Malaysian Crude Palm Oil Day 10th Financial Options. In addition to this chapter, the contract shall be subject to the general rules and regulations of the Exchange insofar as applicable.

204G01. CONTRACT SPECIFICATIONS

204G01.A. Trading Unit

The unit of trade shall be 25 metric tons.

204G01.B. Hours

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

204G01.C. Minimum Price Increments

Minimum price fluctuations shall be USD \$0.10 per metric ton which shall equal to USD \$2.50 per contract.

204G01.D. Trading Schedule

The number of months in which trading may occur shall be at the discretion of the Exchange.

204G01.E. Exercise Style

The contract is cash settled European-style option. The option cannot be exercised prior to expiration.

204G01.F. Exercise Prices

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

204G01.G. 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.

204G01.H. Last Trading Day

The last trading day for the contract shall be the 10th calendar day of the contract month. If the 10th calendar day is not a Bursa Malaysia Derivatives Berhad (BMD) business day, the preceding BMD business day will apply. However, should this day not be a CME Exchange business day, trading shall cease on the preceding CME Exchange business day.

204G02. FINAL SETTLEMENT

Final settlement under the contract shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the Final Settlement Price as described in Rule 204G03.

204G03. FINAL SETTLEMENT PRICE

The USD Malaysian Crude Palm Oil Day 10th Financial Put Options contract traded on the Exchange will represent the cash difference between the exercise price and the Underlying Price multiplied by 25 metric tons, or zero, whichever is greater. The USD Malaysian Crude Palm Oil Day 10th Financial Call Options contract traded on the Exchange will represent the cash difference of the Underlying Price less the exercise price multiplied by 25 metric tons, or zero, whichever is greater.

The Underlying Price shall be the settlement price for the third forward month Crude Palm Oil Futures (FCPO) traded on the Bursa Malaysia Derivatives Berhad (BMD) on the 10th calendar day of the contract month converted to USD using the Kuala Lumpur USD/MYR Reference Rate. If the 10th day of the contract month is not a BMD business day, the price on the preceding BMD business day shall be used.

204G04. FINAL SETTLEMENT DAY

The final settlement day for the contract shall be the 10th calendar day of the contract month. If the 10th calendar day is not a Bursa Malaysia Derivatives Berhad (BMD) business day, the preceding BMD business day will apply. However, should this day not be a CME Exchange business day, the final settlement day shall be the following CME Exchange business day.

204G05. DISCLAIMER

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