

## **Chapter 928**

### **Chicago No1 Busheling Ferrous Scrap (Fastmarkets) Option**

#### **928100. SCOPE OF CHAPTER**

This chapter is limited in application to put and call price options on Chicago No1 Busheling Ferrous Scrap (Fastmarkets) futures contracts. In addition to the rules of this chapter, transactions in options on Chicago No1 Busheling Ferrous Scrap (Fastmarkets) Futures shall be subject to the general rules of the Exchange insofar as applicable.

#### **928101. OPTION CHARACTERISTICS**

The number of contract months open for trading at a given time shall be determined by the Exchange.

##### **928101.A. Trading Schedule**

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

##### **928101.B. Trading Units**

A Chicago No1 Busheling Ferrous Scrap (Fastmarkets) put option traded on the Exchange represents the cash difference between the exercise price and the settlement price of the Chicago No1 Busheling Ferrous Scrap (Fastmarkets) Futures multiplied by 20, or zero, whichever is greater. A Chicago No1 Busheling Ferrous Scrap (Fastmarkets) call option traded on the Exchange represents the cash difference between the settlement price of the Chicago No1 Busheling Ferrous Scrap (Fastmarkets) Futures and the exercise price multiplied by 20, or zero, whichever is greater.

##### **928101.C. Price Increments**

Prices shall be quoted in U.S. dollars and cents per gross ton. The minimum price fluctuation and minimum daily settlement price fluctuation shall be \$0.50 per gross ton. The minimum final settlement price fluctuation shall be \$1.00 per gross ton.

##### **928101D. 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.

##### **928101.E. Termination of Trading**

The option shall expire at the close of trading on the last day of trading of the underlying Chicago No1 Busheling Ferrous Scrap (Fastmarkets) Futures contract.

##### **928101.F. Type of Option**

The option is a European-style option cash settled on expiration day.

#### **928102. EXERCISE PRICES AND CHARACTERISTICS**

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

#### **928103. DISCLAIMER**

See [NYMEX/COMEX Chapter iv. \("DISCLAIMERS"\)](#) incorporated herein by reference