Chapter 1124

ERCOT Monthly Futures

1124100. SCOPE OF CHAPTER

This chapter is limited in application to ERCOT Monthly 1 MW Futures contracts. The procedures for trading, clearing and cash settlement of the contracts, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

1124101. CONTRACT SPECIFICATIONS

The Floating Price for each contract month will be equal to the arithmetic average of the applicable Settlement Point Price (SPP) provided by Electric Reliability Council of Texas (ERCOT) for all applicable hours in the contract month. For settlement of these contracts, the prices provided by ERCOT will be considered final on the Payment Date and will not be subject to any further adjustment.

1124102. TRADING SPECIFICATIONS

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

1124102.A. Trading Schedule

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

1124102.B. Trading Unit

The contract quantity shall be 1 megawatt (MW). The contract quantity shall be equal to 1 MW multiplied by the number of applicable hours in the month. Each futures contract shall be valued at the contract quantity multiplied by the settlement price.

1124102.C. Applicable SPP and Applicable Hours

The applicable ERCOT SPP and applicable hours for each ERCOT Monthly Futures contract are as follows:

Contract Title	Applicable ERCOT SPP	Applicable Hours
ERCOT Houston 345KV Day-Ahead Off-Peak Monthly 1 MW Futures	HB_Houston Day-Ahead	All hours ending 0100-0600, 2300-2400 CPT, Monday-Friday excluding NERC Holidays and 0100-2400 CPT for each Saturday, Sunday, and NERC Holiday
ERCOT Houston Load Zone Day-Ahead Off-Peak Monthly 1 MW Futures	LZ_Houston Day-Ahead	
ERCOT North 345KV Day-Ahead Off-Peak Monthly 1 MW Futures	HB_North Day-Ahead	
ERCOT Houston 345KV Real-Time Off-Peak Monthly 1 MW Futures	HB_Houston Real-Time	
ERCOT Houston Load Zone Real-Time Off-Peak Monthly 1 MW Futures	LZ_Houston Real-Time	
ERCOT North 345KV Real-Time Off-Peak Monthly 1 MW Futures	HB_North Real-Time	
ERCOT North Load Zone Real-Time Off-Peak Monthly 1 MW Futures	LZ_North Real-Time	
ERCOT South 345KV Real-Time Off-Peak Monthly 1 MW Futures	HB_South Real-Time	
ERCOT South Load Zone Real-Time Off-Peak Monthly 1 MW Futures	LZ_South Real-Time	
ERCOT West 345KV Real-Time Off-Peak Monthly 1 MW Futures	HB_West Real-Time	
ERCOT West Load Zone Real-Time Off-Peak Monthly 1 MW Futures	LZ_West Real-Time	
ERCOT Houston Load Zone Day-Ahead Peak Monthly 1 MW Futures	LZ_Houston Day-Ahead	All hours ending 0700-2200 CPT, Monday-Friday excluding
ERCOT North 345KV Day-Ahead Peak Monthly 1 MW Futures	HB_North Day-Ahead	

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ERCOT Houston 345KV Real-Time Peak Monthly 1 MW Futures	HB_Houston Real-Time	NERC Holidays
ERCOT Houston Load Zone Real-Time Peak Monthly 1 MW Futures	LZ_Houston Real-Time	
ERCOT North 345KV Real-Time Peak Monthly 1 MW Futures	HB_North Real-Time	
ERCOT North Load Zone Real-Time Peak Monthly 1 MW Futures	LZ_North Real-Time	
ERCOT South 345KV Real-Time Peak Monthly 1 MW Futures	HB_South Real-Time	
ERCOT South Load Zone Real-Time Peak Monthly 1 MW Futures	LZ_South Real-Time	
ERCOT West 345KV Real-Time Peak Monthly 1 MW Futures	HB_West Real-Time	
ERCOT West Load Zone Real-Time Peak Monthly 1 MW Futures	LZ_West Real-Time	
ERCOT North 345KV Real-Time 0700-0900, 7x Monthly 1 MW Futures	HB_North Real-Time	All hours ending 0700-0900 CPT, Monday-Sunday
ERCOT North 345KV Real-Time 1800-2200 Monthly 1 MW Futures	HB_North Real-Time	All hours ending 1800-2200 CPT Monday-Friday, excluding NERC holidays
ERCOT North 345KV Day-Ahead 2x16 Monthly 1 MW Futures	HB_North Day-Ahead	All hours ending 0700-2200 CPT for each Saturday, Sunday, and NERC holiday
ERCOT Houston 345KV Real-Time 2x16 Monthly 1 MW Futures	HB_Houston Real-Time	
ERCOT North 345KV Real-Time 2x16 Monthly 1 MW Futures	HB_North Real-Time	
ERCOT South 345KV Real-Time 2x16 Monthly 1 MW Futures	HB_South Real-Time	
ERCOT Houston 345KV Real-Time 7x16 Monthly 1 MW Futures	HB_Houston Real-Time	All hours ending 0700-2200 CPT, Monday-Sunday
ERCOT North 345KV Real-Time 7x16 Monthly 1 MW Futures	HB_North Real-Time	
ERCOT South 345KV Real-Time 7x16 Monthly 1 MW Futures	HB_South Real-Time	
ERCOT West 345KV Real-Time 7x16 Monthly 1 MW Futures	HB_West Real-Time	
ERCOT North 345KV Day-Ahead 7x8 Monthly 1 MW Futures	HB_North Day-Ahead	All hours ending 0100-0600, 2300-2400 CPT, Monday-Sunday
ERCOT Houston 345KV Real-Time 7x8 Monthly 1 MW Futures	HB_Houston Real-Time	
ERCOT North 345KV Real-Time 7x8 Monthly 1 MW Futures	HB_North Real-Time	
ERCOT South 345KV Real-Time 7x8 Monthly 1 MW Futures	HB_South Real-Time	
ERCOT West 345KV Real-Time 7x8 Monthly 1 MW Futures	HB_West Real-Time	

1124102.D. Price Increments

Prices shall be quoted in U.S. dollars and cents per MWh. The minimum price fluctuation shall be $0.01 per MWh.

1124102.E. 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.

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Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

1124102.F. Termination of Trading

Trading shall cease on the last Business Day of the contract month.

1124102.G. Payment Date

Payment Date shall be six (6) Business Days following termination of trading.

1124103. FINAL SETTLEMENT

Final Settlement under the contracts shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the Floating Price. The final settlement price will be the Floating Price calculated for each contract month.

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