

Chapter 552

European Low Sulphur Gasoil Calendar Spread Option

552100. SCOPE OF CHAPTER

This chapter is limited in application to put and call options on European Low Sulphur Gasoil (100mt) Bullet Futures contract. In addition to the rules of this chapter, transactions in options on European Low Sulphur Gasoil (100mt) Bullet Futures shall be subject to the general rules of the Exchange insofar as applicable.

552101. OPTION CHARACTERISTICS

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

552101.A. Trading Schedule

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

552101.B. Trading Unit

A European Low Sulphur Gasoil Calendar Spread Put Option contract traded on the Exchange represents an option to assume a short position in the first expiring European Low Sulphur Gasoil (100mt) Bullet Futures contract in the spread and a long position in the second expiring European Gasoil (100mt) Bullet Futures contract in the spread traded on the Exchange. A European Low Sulphur Gasoil Calendar Spread Call Option represents an option to assume a long position in the first expiring European Low Sulphur Gasoil (100mt) Bullet Futures contract in the spread and a short position in the second expiring European Low Sulphur Gasoil (100mt) Bullet Futures contract in the spread traded on the Exchange.

552101.C. Price Increments

Prices shall be quoted in dollars and cents per metric ton. The minimum price fluctuation shall be 0.01 per metric ton.

552101.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.

552101.E. Termination of Trading

Trading shall terminate at the close of trading on the last trade date of the first expiring Low Sulphur Gasoil (100mt) Bullet Futures contract in the spread.

552101.F. Type Option

The option is a European-style option which can be exercised only on the expiration day.

552102. EXERCISE PRICES AND CHARACTERISTICS

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