



Special Executive Report

DATE: December 5, 2014

SER#: 7233R

SUBJECT: Listing Seven (7) New Electricity Option Contracts

(This SER supersedes SER #7233 dated November 12, 2014, to amend the first listed contract month of the PJM Western Hub Real-Time Peak Calendar-Month 5 MW Option contract from January 2016 to January 2017.)

Effective Sunday, December 7, 2014, for trade date of Monday, December 8, 2014, and pending all relevant CFTC regulatory review periods, the New York Mercantile Exchange, Inc. (NYMEX or Exchange) will list seven (7) new electricity option contracts for trading on CME Globex and the NYMEX trading floor, as well as for submission of clearing through CME ClearPort, as described below.

Also concurrent with the launch of these contracts, and pending all relevant CFTC regulatory review periods, the Exchange will permit block trading pursuant to Rule 526 (Block Trades) in these contracts. The minimum block level threshold for each contract is indicated below.

The contract titles, codes, rule chapters are provided below:

Option Contract	Option Code	Option Rule Chapter	Underlying Futures Contract	Underlying Futures Code
PJM Western Hub Real-Time Peak Calendar-Month 5 MW Option	JOA	1177	PJM Western Hub Peak Calendar-Month Real-Time LMP Futures	L1
PJM Western Hub Real-Time Peak 5 MW Option on Calendar Futures Strip	6OA	1178	PJM Western Hub Peak Calendar-Month Real-Time LMP Futures	L1
MISO Indiana Hub (formerly Cinergy Hub) Real-Time Peak 5 MW Option on Calendar Futures Strip	OEA	1180	MISO Indiana Hub (formerly Cinergy Hub) 5 MW Peak Calendar-Month Real-Time Futures	H3
-PJM Western Hub Real-Time Peak Calendar-Month 50 MW Option	PMA	1186	PJM Western Hub Peak Calendar-Month Real-Time LMP Futures	L1
PJM Northern Illinois Hub Real-Time Peak Calendar-Month 5 MW Option	OUA	1270	PJM Northern Illinois Hub 5 MW Peak Calendar-Month Real-Time LMP Futures	B3
MISO Indiana Hub (formerly Cinergy Hub) Real-Time Peak Calendar-Month 5 MW Option	OYA	1271	MISO Indiana Hub (formerly Cinergy Hub) 5 MW Peak Calendar-Month Real-Time Futures	H3
ISO New England Day-Ahead Peak Calendar-Month 5 MW Option	INE	1272	ISO New England Mass Hub 5 MW Peak Calendar-Month Day-Ahead LMP Futures	U6

Listing Schedule:

- **JOA:** CME Globex: 1 month

CME ClearPort/Floor: 60 consecutive months

The number of listed contract months will be determined on a rolling basis beginning with January 2015.

- **6OA:** Three one-year strips (January contracts). Add a new strip when the nearby December contract of the underlier expires.

The number of listed contract months will be determined on a rolling basis beginning with January 2015.

- **OEA:** CME Globex: One one-year strip (January contract). Add a new strip when the nearby December contract of the underlier expires.

CME ClearPort/Floor: Five one-year strip (January contracts). Add a new strip when the nearby December contract of the underlier expires.

The number of listed contract months will be determined on a rolling basis beginning with January 2015.

- **PMA:** CME Globex: 18 consecutive months

CME ClearPort/Floor: Current year plus the next five calendar years. A new calendar year will be added following the termination of trading in the December contract of the current year.

The number of listed contract months will be determined on a rolling basis beginning with January 2015.

- **OUA and INE:** CME Globex: 1 month

CME ClearPort/Floor: Current year plus the next four calendar years. A new calendar year will be added following the termination of trading in the December contract of the current year.

- **OYA:** CME Globex: 1 month

CME ClearPort/Floor: Current year plus the next five calendar years. A new calendar year will be added following the termination of trading in the December contract of the current year.

First Listed Contract Month:

- **JOA:** June 2016
- **OEA:** January 2016
- **6OA and PMA:** January 2017
- **OUA, OYA, and INE:** January 2015

Option Type:

6OA and OEA: European style option

JOA, PMA, OUA, OYA, and INE: American style option

Contract Size:

- **JOA, 6O, OEA, OUA, OYA, and INE:** The unit of trading shall be 80 megawatt hours (MWh).
- **PMA:** The unit of trading shall be 800 MWh.

Minimum Price Fluctuation: The minimum fluctuation shall be \$0.01 per MWh.

Value Per Tick:

- **JOA, 6O, OEA, OUA, OYA, and INE:** \$0.80
- **PMA:** \$8.00

Strike Prices: Dynamic strike price generation in increments of \$0.50 per MWh.

Last Trading Day:

- **JO, PMA, OUA, OYA, and INE:** The contract shall expire on the second to last business day of the calendar month immediately preceding the contract month.
- **6O and OEA:** The contract shall expire on the on the second to last Friday of the month prior to the first underlying futures contract. If the second to last Friday is an Exchange holiday, expiration will occur on the business day immediately preceding that day.

Minimum Block Levels:

- **JOA:** 85
- **6OA:** 1
- **OEA:** 5
- **PMA:** 19
- **OUA and INE:** 95
- **OYA:** 76

Trading Hours:

- **Open Outcry:** Monday – Friday 9:00 a.m. – 2:30 p.m. (8:00 a.m. – 1:30 p.m. Central Time/CT).
- **CME Globex and CME ClearPort Trading Hours:** Sunday – Friday 6:00 p.m. – 5:15 p.m. (5:00 p.m. – 4:15 p.m. CT) with a 45-minute break each day beginning at 5:15 p.m. (4:15 p.m. CT).

Fee Schedules:

Exchange Fees for JOA				
	Member	Cross Division	Non-Member	IIP
Pit	0.35	0.37	0.40	
Globex	0.35	0.37	0.40	0.385
ClearPort	0.35		0.40	
Agency Cross	0.35		0.40	

Other Processing Fees		
	House Acct	Customer Acct
Options E/A Notice	0.12	0.12

Additional Fees and Surcharges	
Facilitation Desk Fee	0.02

For new underlying futures

	Member	Non-Member
Futures from E/A	0.105	0.12

Exchange Fees for PMA				
	Member	Cross Division	Non-Member	IIP
Pit	3.50	3.70	4.00	
Globex	3.50	3.70	4.00	3.85
ClearPort	3.50		4.00	
Agency Cross	3.50		4.00	

Other Processing Fees		
	House Acct	Customer Acct
Options E/A Notice	0.40	0.85

Additional Fees and Surcharges	
Facilitation Desk Fee	0.20

For new underlying futures

	Member	Non-Member
Futures from E/A	0.105	0.12

Exchange Fees for 60A and OEA				
	Member	Cross Division	Non-Member	IIP
Pit	42.00	45.00	48.00	
Globex	42.00	45.00	48.00	46.20
ClearPort	42.00		48.00	
Agency Cross	42.00		48.00	

Other Processing Fees		
	House Acct	Customer Acct
Options E/A Notice	0.40	0.85

Additional Fees and Surcharges	
Facilitation Desk Fee	1.00

For new underlying futures

	Member	Non-Member
Futures from E/A	0.105	0.12

Exchange Fees for OUA, OYA, and INE				
	Member	Cross Division	Non-Member	IIP
Pit	0.35	0.37	0.40	
Globex	0.35	0.37	0.40	0.385
ClearPort	0.35		0.40	
Agency Cross	0.35		0.40	

Other Processing Fees		
	Member	Non-Member
Futures from E/A	0.105	0.12
	House Acct	Customer Acct
Options E/A Notice	0.12	0.12

Additional Fees and Surcharges	
Facilitation Desk Fee	0.02

For new underlying futures

	Member	Non-Member
Futures from E/A	0.105	0.12

Please refer questions on this subject to:

Research and Product Development

Greg Price Gregory.Price@cmegroup.com

(212) 299-2625

Products and Services

Kristen Bauer Kristen.Bauer@cmegroup.com

(713) 658-9294