

**416. Exchange of Futures for Physicals Facility (EFPs).**

- (a) The transaction may be consummated at a price mutually agreed upon by the parties to the transaction; provided, that the price of the futures leg does not exceed the range of the day's overall high and low by more than the following values (The range of the day's high and low is determined by a validation matrix):

<b>Contract</b>	<b>Range</b>
2 Year U.S. Treasury Note Futures (FTNS)	0.05 percent (approximately 5 ticks)
Jumbo 2 Year U.S. Treasury Note Futures (FTN2)	0.05 percent (approximately 5 ticks)
3 Year U.S. Treasury Note Futures (FTN3)	0.05 percent (approximately 5 ticks)
5 Year U.S. Treasury Note Futures (FTNM)	0.1 percent (approximately 5 ticks)
10 Year U.S. Treasury Note Futures (FTNL)	0.1 percent (approximately 5 ticks)
30 Year U.S. Treasury Bond Futures (FTBX)	0.1 percent (approximately 5 ticks)
Russell 1000 Futures (FWR1)	<del>0.2</del> percent (approximately 5 ticks)
Russell 2000 Futures (FWR2)	<del>0.2</del> percent (approximately 5 ticks)

Deleted: 0.1

Deleted: 0.1

**905. Specifications for Options on \$1,000,000 Short-Term U.S. Treasury Note Futures.**

Option contracts on \$1,000,000 Short-Term U.S. Treasury Note Futures shall be traded and performed in accordance with the following specifications:

- (a) Trading Sessions: Trading shall take place at such hours as may be specified from time to time by the Exchange except that on the last day of trading in an expiring option, the closing time for such option shall be 2:00 p.m.
- (b) Put Options
- (i) Each \$1,000,000 Short-Term U.S. Treasury Note Futures put option is exercisable into one \$1,000,000 Short-Term U.S.

Treasury Note Futures contract of the specified delivery month at the option's exercise price.

- (ii) The purchaser of a \$1,000,000 Short-Term U.S. Treasury Note Futures put option may exercise the option at any time prior to expiration, subject to paragraphs(f) and (g) of this rule, to assume a short-position in one \$1,000,000 Short-Term U.S. Treasury Note Futures contract.
- (iii) The seller of one \$1,000,000 Short-Term U.S. Treasury Note Futures put option incurs the obligation of assuming a long position in one \$1,000,000 Short-Term U.S. Treasury Note Futures contract upon exercise.

(c) Call Options

- (i) Each \$1,000,000 Short-Term U.S. Treasury Note Futures call option is exercisable into one \$1,000,000 Short-Term U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
- (ii) The purchaser of one \$1,000,000 Short-Term U.S. Treasury Note Futures call option may exercise the option at any time prior to expiration subject to paragraphs (f) and (g) of this rule.
- (iii) The seller of a \$1,000,000 Short-Term U.S. Treasury Note Futures call option incurs the obligation of assuming a short position in one \$1,000,000 Short-Term U.S. Treasury Note Futures contract upon exercise.

(d) Exercise Prices:

- (i) Trading shall be conducted for options with exercise prices in integral multiples of one-quarter point (\$2,500) per \$1,000,000 Short-Term U.S. Treasury Note Futures contract.
- (ii) Upon the initial listing of a contract month on a Short-Term U.S. Treasury Note Futures contract delivery month, at least thirteen exercise prices shall be listed for each expiration month for each call and put, such that six exercise prices are in-the-money, one is at-the-money and six are out-of-the-money.
  - (A) A call is in-the-money if its exercise price is below the price of its underlying futures contract; a put is in-the-money if its exercise price is above the price of its underlying futures contract.

- (B) A call is out-of-the-money if its exercise price is above the price of its underlying futures contract; a put is out-of-the-money if its exercise price is below the price of its underlying futures contract.
  - (C) The option with the strike price closest or equal to the price of its underlying futures contract is deemed to be at-the-money for purposes of this rule.
- (iii) Options with new exercise prices shall be introduced for an existing expiration month no later than the beginning of the Pre-Trading Period on the next business day in the event that the settlement price in the underlying \$1,000,000 Short-Term U.S. Treasury Note Futures contract exceeded, fell below or equaled the sixth-highest or the sixth-lowest existing exercise price so that after the introduction there are at least six exercise prices in-the-money, at least six exercise prices out-of-the-money and one exercise at-the-money. When a new exercise price is added for an option contract month, the same exercise price may be added to all option contract months for which that exercise price is not already listed.
- (iv) The Exchange may introduce exercise prices as it deems appropriate in order to respond to market conditions.
- (e) Payment of Option Premium:
- (i) The option premium must be paid in full by each Clearing Member to the Clearing Organization.
  - (ii) The premium for \$1,000,000 Short-Term U.S. Treasury Note Futures options shall be traded in multiples of one half of one-sixty-fourth of one point (\$78.125) of a \$1,000,000 Short-Term U.S. Treasury Note Futures contract which shall equal \$10,000 per full point.
- (f) Exercise of Option: The buyer of a \$1,000,000 Short-Term U.S. Treasury Note Futures option may exercise the option on any business day prior to expiration by giving notice of exercise to the Clearing Organization by 6:00 p.m. or by such other time designated by the Exchange. Notwithstanding the foregoing, the buyer may exercise the option prior to 7:00 p.m. on the expiration date:
- (i) to correct errors or mistakes made in good faith;
  - (ii) in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the

Deleted: 10

Deleted: a

member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

- (g) **Automatic Exercise:** Notwithstanding the provisions of paragraph (f) of this rule, after the close of trading on the last day of trading, all in-the-money options shall be automatically exercised, unless notice to cancel automatic exercise is given to the Clearing Organization. Notice to cancel automatic exercise shall be given to the Clearing Organization by 6:00 p.m. on the last day of trading in an option.

Deleted: :

Deleted: <#>to correct errors or mistakes made in good faith,¶ in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

Formatted: Indent: Left: 1"

Formatted: Bullets and Numbering

- (h) **Term, Close of Trading, Expiration Day:**

- (i) Option contracts on \$1,000,000 Short-Term U.S. Treasury Note Futures shall be listed with expirations extending to the month prior to the farthest dated delivery month currently listed in \$1,000,000 Short-Term U.S. Treasury Note Futures contracts; provided, however, that the Exchange may determine not to list a contract month. Both serial and quarterly options exercisable into either front-month or deferred futures as determined by the Exchange may be listed.
- (ii) **Last Day of Trading**
- (A) The last day on which trading shall be conducted in quarterly expiring options shall be the last Friday which precedes by at least two business days, the last business day of the month preceding the underlying futures delivery month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.
- (B) The last day on which trading shall be conducted in serially expiring options shall be the last Friday which precedes by at least two business days, the last business day of the options contract month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.
- (iii) Unexercised \$1,000,000 Short-Term U.S. Treasury Note Futures options shall expire after 7:00 p.m. on the last day of trading.

Deleted: 6:30

- (i) Reportable Positions and Position Accountability: The level for reportable positions in options on \$1,000,000 Short-Term U.S. Treasury Note Futures is 200 in any one option month. Position Accountability for positions in \$1,000,000 Short-Term U.S. Treasury Note Futures options shall be determined jointly with positions in the underlying futures in accordance with the Position Accountability provisions of the Short-Term U.S. Treasury Note Futures Rules.
  
- (j) Settlement Prices: The Exchange will base its settlement price recommendations on trading conditions at 2:00 p.m. unless the Exchange alters its Trading Session, in which event the Exchange may change the time for determining the settlement price.

**906. Specifications for Options on Medium-Term U.S. Treasury Note Futures.**

Option contracts on Medium-Term U.S. Treasury Note Futures shall be traded and performed in accordance with the following specifications:

- (a) Trading Sessions: Trading shall take place at such hours as may be specified from time to time by the Exchange except that on the last day of trading in an expiring option, the closing time for such option shall be 2:00 p.m.
- (b) Put Options
  - (i) Each Medium-Term U.S. Treasury Note Futures put option is exercisable into one Medium-Term U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
  - (ii) The purchaser of a Medium-Term U.S. Treasury Note Futures put option may exercise the option at any time prior to expiration, subject to paragraphs (f) and (g) of this rule to assume a short position in one Medium-Term U.S. Treasury Note Futures contract.
  - (iii) The seller of a Medium-Term U.S. Treasury Note Futures put option incurs the obligation of assuming a long position in one Medium-Term U.S. Treasury Note Futures contract upon exercise.
- (c) Call Options
  - (i) Each Medium-Term U.S. Treasury Note Futures call option is exercisable into one Medium-Term U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
  - (ii) The purchaser of a Medium-Term U.S. Treasury Note Futures call option may exercise the option at any time prior to expiration, subject to paragraphs (f) and (g) of this rule, to assume a long position in a Medium-Term U.S. Treasury Note Futures contract with the specified contract month at the option's exercise price.
  - (iii) The seller of one Medium-Term U.S. Treasury Note Futures call option incurs the obligation of assuming a short position in one Medium-Term U.S. Treasury Note Futures contract with the specified contract month at the option's exercise price.
- (d) Exercise Prices:

- (i) Trading shall be conducted for options with exercise prices in integral multiples of one-half point per Medium-Term U.S. Treasury Note Futures contract.
  - (ii) Upon the initial listing of a contract month on a Medium-Term U.S. Treasury Note Futures delivery month, at least twenty-five exercise prices shall be listed for trading for each expiration month for each call and put, such that twelve exercise prices are in-the-money, one is at-the-money and twelve are out-of-the-money.
    - (A) A call is in-the-money if its exercise price is below the price of its underlying futures contract; a put is in-the-money if its exercise price is above the price of its underlying futures contract.
    - (B) A call is out-of-the-money if its exercise price is above the price of the underlying futures contract; a put is out-of-the-money if its exercise price is below the price of its underlying futures contract.
    - (C) The option with the strike price closest or equal to the price of its underlying futures contract is deemed to be at-the-money for purposes of this rule.
  - (iii) Options with new exercise prices shall be introduced for an existing expiration month no later than at the beginning of the Pre-Trading Period on the next business day in the event that the settlement price in the underlying Medium-Term U.S. Treasury Note Futures contract exceeds, falls below or equals the twelfth-highest or the twelfth-lowest existing exercise prices so that after the introduction there are at least twelve exercise prices in-the-money, at least twelve exercise prices out-of-the-money and one exercise at-the-money . When a new exercise price is added for an option contract month, the same exercise price may be added to all option contract months for which that exercise price is not already listed.
  - (iv) The Exchange may introduce exercise prices as it deems appropriate in order to respond to market conditions.
- (e) Payment of Option Premium:
- (i) The option premium must be paid in full by each Clearing Member to the Clearing Organization.
  - (ii) The premium for Medium-Term U.S. Treasury Note Futures options shall be in multiples of one sixty-fourth of one point

(\$15.625) of a Medium-Term U.S. Treasury Note Futures contract which equals \$1,000 per full point.

- (f) Exercise of Option: The buyer of a Medium-Term U.S. Treasury Note Futures option may exercise the option on any business day prior to expiration by giving notice of exercise to the Clearing Organization by 6:00 p.m., or by such other time designated by the Exchange. Notwithstanding the foregoing, the buyer may exercise the option prior to 7:00 p.m. on the expiration date:

Deleted: 10

Deleted: a

- (i) to correct errors or mistakes made in good faith;
- (ii) in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

- (g) Automatic Exercise: Notwithstanding the provisions of paragraph (f) of this rule, after the close of trading on the last day of trading, all in-the-money options shall be automatically exercised, unless notice to cancel automatic exercise is given to the Clearing Organization. Notice to cancel automatic exercise shall be given to the Clearing Organization by 6:00 p.m. or by such other time designated by the Exchange, on the last day of trading.

Deleted: :

Deleted: <#>to correct errors or mistakes made in good faith,¶ in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

- (h) Term, Close of Trading, Expiration Day:

Formatted: Indent: Left: 1"

Formatted: Bullets and Numbering

- (i) Medium-Term U.S. Treasury Note Futures option contract months shall be listed with expirations extending to the farthest dated delivery month currently listed for trading in Medium-Term U.S. Treasury Note Futures; provided, however, that the Exchange may determine not to list a contract month. Both serial and quarterly options exercisable into either front-month or deferred futures as determined by the Exchange may be listed.

- (ii) Last Day of Trading

- (A) The last day on which trading shall be conducted in quarterly expiring options shall be the last Friday which precedes by at least two business days, the last business day of the month preceding the underlying futures delivery month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.

(B) The last day on which trading shall be conducted in serially expiring options shall be the last Friday which precedes by at least two business days, the last business day of the options contract month. . If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.

(iii) Unexercised Medium-Term U.S. Treasury Note Futures options shall expire at 7:00 p.m. on the last day of trading.

Deleted: 6:30

- (i) Reportable Positions and Position Accountability: The level for reportable positions in options on Medium -Term U.S. Treasury Note Futures is 800 in any one option month. Position Accountability for positions in Medium-Term U.S. Treasury Note Futures options shall be determined jointly with positions in the underlying futures in accordance with the Position Accountability provisions of the Short-Term U.S. Treasury Note Futures Rules.
- (j) Settlement Prices: The Exchange will base its settlement price recommendations on trading conditions at 2:00 p.m. unless the Exchange alters its Trading Session, in which event the Exchange may change the time for determining the settlement price.

**907. Specifications for Options on Long-Term U.S. Treasury Note Futures**

Option contracts on Long-Term U.S. Treasury Note Futures shall be traded and performed in accordance with the following specifications:

- (a) Trading Sessions: Trading shall take place at such hours as may be specified from time to time by the Exchange except that on the last day of trading in an expiring option, the closing time for such option shall be 2:00 p.m.
- (b) Put Options
  - (i) Each Long-Term U.S. Treasury Note Futures call option is exercisable into one Long-Term U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
  - (ii) The purchaser of a Long-Term U.S. Treasury Note Futures put option may exercise the option at any time prior to expiration, subject to paragraphs (f) and (g) of this rule, to assume a short position in a Long-Term U.S. Treasury Note Futures contract.
  - (iii) The seller of a Long-Term U.S. Treasury Note Futures put option incurs the obligation of assuming a long position in one Long-Term U.S. Treasury Note Futures contract.
- (c) Call Options
  - (i) Each Long-Term U.S. Treasury Note Futures call option is exercisable into one Long-Term U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
  - (ii) The purchaser of one Long-Term U.S. Treasury Note Futures call option may exercise the option at any time prior to expiration subject to paragraphs (f) and (g) of this rule, to assume a long position in one Long-Term U.S. Treasury Note Futures.
  - (iii) The seller of one Long-Term U.S. Treasury Note Futures call option incurs the obligation of assuming a short position in one Long-Term U.S. Treasury Note Futures contract of a specified contract month at a striking price set at the time the option was sold, upon exercise by a call option purchaser.
- (d) Exercise Prices:

- (i) Trading shall be conducted for options with exercise prices in integral multiples of one-half point per Long-Term U.S. Treasury Note Futures contract.
  - (ii) Upon the initial listing of a contract month on a Long-Term U.S. Treasury Note Futures delivery month, at thirty-one exercise prices shall be listed for trading for each expiration month for each call and put, such that fifteen exercise prices are in-the-money, one is at-the-money and fifteen are out-of-the-money.
    - (A) A call is in-the-money if its exercise price is below the price of its underlying futures contract; a put is in-the-money if its exercise price is above the price of its underlying futures contract.
    - (B) A call is out-of-the-money if its exercise price is above the price of the underlying futures contract; a put is out-of-the-money if its exercise price is below the price of its underlying futures contract.
    - (C) The option with the strike price closest or equal to the price of its underlying futures contract is deemed to be at-the-money for purposes of this rule.
  - (iii) Option series with new exercise prices shall be introduced for an existing contract month no later than at the beginning of the Pre-Trading Period on the next in the event that the settlement price in the underlying Long-Term U.S. Treasury Note Futures contract exceeds, falls below or equals the fifteenth-highest or the fifteenth-lowest existing exercise prices so that after the introduction there are at least fifteen exercise prices in-the-money, at least fifteen exercise prices out-of-the-money and one exercise price at-the-money. When a new exercise price is added for an option contract month, the same exercise price will be added to all option contract months for which that exercise price is not already listed.
  - (iv) The Exchange may introduce exercise prices as it deems appropriate in order to respond to market conditions.
- (e) Payment of Option Premium:
- (i) The option premium must be paid in full by each Clearing Member to the Clearing Organization and by each option customer to his, her or its futures commission merchant at the time that the option is purchased, or within a reasonable time after the option is purchased.

(ii) The premium for Long-Term U.S. Treasury Note Futures options shall be in multiples of one sixty-fourth (1/64) of one point (\$15.625) of a Long-Term U.S Treasury Note Futures contract which shall equal \$1,000 per full point.

(f) Exercise of Option: The buyer of a Long-Term U.S. Treasury Note Futures option may exercise the option on any business day prior to expiration by giving notice of exercise to the Clearing Organization by 6:00 p.m., or by such other time designated by the Exchange, on such day. Notwithstanding the foregoing, the buyer may exercise the option prior to 7:00 p.m. on the expiration date:

Deleted: 10

Deleted: a

- (i) to correct errors or mistakes made in good faith;
- (ii) in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

(g) Automatic Exercise: Notwithstanding the provisions of Regulation f), after the close on the last day of trading, all in-the-money options shall be automatically exercised, unless notice to cancel automatic exercise is given to the Clearing Organization. Notice to cancel automatic exercise shall be given to the Clearing Organization by 6:00 p.m. on the last day of trading.

Deleted: :

Deleted: <#> to correct errors or mistakes made in good faith;¶ in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

(h) Term, Close of Trading, Expiration Day:

Formatted: Indent: Left: 1"

Formatted: Bullets and Numbering

(i) Long-Term U.S. Treasury Note Futures option contract months shall be listed with expirations extending to the farthest dated delivery month currently listed for trading in Long-Term U.S. Treasury Note Futures; provided, however, that the Exchange may determine not to list a contract month. Both serial and quarterly options may be listed to expire into either front-month or deferred futures as determined by the Exchange.

(ii) Last Day of Trading

(A) The last day on which trading shall be conducted in quarterly expiring options shall be the last Friday which precedes by at least two business days, the last business day of the month preceding the underlying futures delivery month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding

the option month, the last day of trading shall be the first business day prior to such Friday.

- (B) The last day on which trading shall be conducted in serially expiring options shall be the last Friday which precedes by at least two business days, the last business day of the options contract month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.

- (iii) Unexercised Long-Term U.S. Treasury Note Futures options shall expire at 7:00 p.m. on the last day of trading.

Deleted: after the post trading period

Deleted:

- (i) Reportable Positions and Position Accountability: The level for reportable positions in options on Long -Term U.S. Treasury Note Futures is 1000 in any one option month. Position Accountability for positions in Long-Term U.S. Treasury Note Futures options shall be determined jointly with positions in the underlying futures in accordance with the Position Accountability provisions of the Long-Term U.S. Treasury Note Futures Rules.
- (j) Settlement Prices: The Exchange will base its settlement price recommendations on trading conditions at 2:00 p.m. unless the Exchange alters its Trading Session, in which event the Exchange may change the time for determining the settlement price.

**908. Specifications for Options on Long-Term U.S. Treasury Bond Futures**

Option contracts on Long-Term U.S. Treasury Bond Futures shall be traded and performed in accordance with the following specifications:

- (a) Trading Sessions: Trading shall take place in one or more sessions on each business day, which will start and end at such hours as may be specified from time to time by the Exchange except that on the last day of trading in an expiring option, the closing time for such option shall be 2:00 p.m.
- (b) Put Options
  - (i) Each Long-Term U.S. Treasury Bond Futures put option is exercisable into one Long-Term U.S. Treasury Bond Futures contract of the specified delivery month at the option's exercise price.
  - (ii) The purchaser of one Long-Term U.S. Treasury Bond Futures put option may exercise the option at any time prior to expiration, subject to paragraphs (f) and (g) of this rule, to assume a short position in Long-Term U.S. Treasury Bond Futures .
  - (iii) The seller of one Long-Term U.S. Treasury Bond Futures put option incurs the obligation of assuming a long position in one Long-Term U.S. Treasury Bond Futures upon exercise.
- (c) Call Options
  - (i) Each Long-Term U.S. Treasury Bond Futures call option is exercisable into one Long-Term U.S. Treasury Bond Futures contract of the specified delivery month at the option's exercise price.
  - (ii) The purchaser of one Long-Term U.S. Treasury Bond Futures call option may exercise his option at any time prior to expiration, subject to paragraphs (f) and (g) of this rule, to assume a long position in one Long-Term U.S. Treasury Bond Futures.
  - (iii) The seller of one Long-Term U.S. Treasury Bond Futures call option incurs the obligation of assuming a short position in Long-Term U.S. Treasury Bond Futures upon exercise.
- (d) Exercise Prices:
  - (i) Trading shall be conducted for options with exercise prices in integral multiples of one-half point per Long-Term U.S. Treasury Bond Futures contract.

- (ii) Upon the initial listing of a contract month on a Long-Term U.S. Treasury Bond Futures delivery month, at least thirty-one exercise prices shall be listed for trading for each expiration month for each call and put, such that fifteen exercise prices are in-the-money, one is at-the-money and fifteen are out-of-the-money.
  - (A) A call is in-the-money if its exercise price is below the price of its underlying futures contract; a put is in-the-money if its exercise price is above the price of its underlying futures contract.
  - (B) A call is out-of-the-money if its exercise price is above the price of the underlying futures contract; a put is out-of-the-money if its exercise price is below the price of its underlying futures contract.
  - (C) The option with the strike price closest or equal to the price of its underlying futures contract is deemed to be at-the-money for purposes of this rule.
- (iii) Option series with new exercise prices shall be introduced for an existing expiration month no later than at the beginning of the Pre-Trading Period on the next business day in the event that the settlement price in the underlying Long-Term U.S. Treasury Bond Futures contract exceeds, falls below or equals the fifteenth-highest or the fifteenth-lowest existing exercise prices so that at least fifteen exercise prices are in-the-money, fifteen exercise prices are out-of-the-money, and one exercise price is at-the-money after the introduction. When a new exercise price is added for an option contract month, the same exercise price will be added to all option contract months for which that exercise price is not already listed.
- (iv) The Exchange may introduce exercise prices as it deems appropriate in order to respond to market conditions.
- (e) Payment of Option Premium:
  - (i) The option premium must be paid in full by each Clearing Member to the Clearing Organization.
  - (ii) The premium for Long-Term U.S. Treasury Bond Futures options shall be traded in multiples of one sixty-fourth of one point (\$15.625) of a Long-Term U.S. Treasury Bond Futures contract which equals \$1,000 per full point.
- (f) Exercise of Option: The buyer of a Long-Term U.S. Treasury Bond Futures option may exercise the option on any business day prior to

expiration by giving notice of exercise to the Clearing Organization by 6:00 p.m. or by such other time designated by the Exchange. Notwithstanding the foregoing, the buyer may exercise the option prior to 7:00 p.m. on the expiration date:

Deleted: 10  
Deleted: a

- (i) to correct errors or mistakes made in good faith;
  - (ii) in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.
- (g) **Automatic Exercise:** Notwithstanding the provisions of paragraph (f) of this rule, after the close of trading on the last day of trading, all in-the-money options shall be automatically exercised, unless notice to cancel automatic exercise is given to the Clearing Organization. Notice to cancel automatic exercise shall be given to the Clearing Organization by 6:00 p.m. on the last day of trading.

Deleted: :

Deleted: <#>to correct errors or mistakes made in good faith;¶ in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

(h) **Term, Close of Trading, Expiration Day:**

- (i) Long-Term U.S. Treasury Bond Futures option contract months shall be listed with expirations extending to the farthest dated delivery month currently listed for trading in Long-Term U.S. Treasury Bond Futures; provided, however, that the Exchange may determine not to list a contract month. Both serial and quarterly options may be listed to expire into either front-month or deferred futures as determined by the Exchange.

Formatted: Indent: Left: 1"

Formatted: Bullets and Numbering

Deleted: Medium

Deleted: Note

- (ii) **Last Day of Trading**
  - (A) The last day on which trading shall be conducted in quarterly expiring options shall be the last Friday which precedes by at least two business days, the last business day of the month preceding the underlying futures delivery month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.
  - (B) The last day on which trading shall be conducted in serially expiring options shall be the last Friday which precedes by at least two business days, the last business day of the options contract month. . If such Friday is not a business day or there is a Friday which is not a business day which

precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.

- (iii) Unexercised Long-Term U.S. Treasury Bond Futures options shall expire at 7:00 p.m. on the last day of trading.

Deleted: 6:30

- (i) Reportable Positions and Position Accountability: The level for reportable positions in options on Long -Term U.S. Treasury Bond Futures is 1000 in any one option month. Position Accountability for positions in Long-Term U.S. Treasury Bond Futures options shall be determined jointly with positions in the underlying futures in accordance with the Position Accountability provisions of the Long-Term U.S. Treasury Bond Futures Rules.
- (j) Settlement Prices: The Exchange will base its settlement price recommendations on trading conditions at 2:00 p.m. unless the Exchange alters its Trading Session, in which event the Exchange may change the time for determining the settlement price.

**910. Specifications for Options on Three-Year U.S. Treasury Note Futures.**

Option contracts on Three-Year U.S. Treasury Note Futures shall be traded and performed in accordance with the following specifications:

- (a) Trading Sessions: Trading shall take place at such hours as may be specified from time to time by the Exchange except that on the last day of trading in an expiring option, the closing time for such option shall be 2:00 p.m.
- (b) Put Options
  - i. Each Three-Year U.S. Treasury Note Futures put option is exercisable into one Three-Year U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
  - ii. The purchaser of a Three-Year U.S. Treasury Note Futures put option may exercise the option at any time prior to expiration, subject to paragraphs (f) and (g) of this rule, to assume a short-position in one Three-Year U.S. Treasury Note Futures contract.
  - iii. The seller of one Three-Year U.S. Treasury Note Futures put option incurs the obligation of assuming a long position in one Three-Year U.S. Treasury Note Futures contract upon exercise.
- (c) Call Options
  - i. Each Three-Year U.S. Treasury Note Futures call option is exercisable into one Three-Year U.S. Treasury Note Futures contract of the specified delivery month at the option's exercise price.
  - ii. The purchaser of one Three-Year U.S. Treasury Note Futures call option may exercise the option at any time prior to expiration subject to paragraphs (f) and (g) of this rule.
  - iii. The seller of a Three-Year U.S. Treasury Note Futures call option incurs the obligation of assuming a short position in one Three-Year U.S. Treasury Note Futures contract upon exercise.
- (d) Exercise Prices:
  - i. Trading shall be conducted for options with exercise prices in integral multiples of one-quarter point per Three-Year U.S. Treasury Note Futures contract.

- ii. Upon the initial listing of a contract month on a Three-Year U.S. Treasury Note Futures contract delivery month, at least thirteen exercise prices shall be listed for each expiration month for each call and put, such that six exercise prices are in-the-money, one is at-the-money and six are out-of-the-money.

- (A) A call is in-the-money if its exercise price is below the price of its underlying futures contract; a put is in-the-money if its exercise price is above the price of its underlying futures contract.

- (B) A call is out-of-the-money if its exercise price is above the price of its underlying futures contract; a put is out-of-the-money if its exercise price is below the price of its underlying futures contract.

- (C) The option with the strike price closest or equal to the price of its underlying futures contract is deemed to be at-the-money for purposes of this rule.

- iii. Options with new exercise prices shall be introduced for an existing expiration month no later than the beginning of the Pre-Trading Period on the next business day in the event that the settlement price in the underlying Three-Year U.S. Treasury Note Futures contract exceeded, fell below or equaled the sixth-highest or the sixth-lowest existing exercise price so that after the introduction there are at least six exercise prices in-the-money, at least six exercise prices out-of-the-money and one exercise at-the-money. When a new exercise price is added for an option contract month, the same exercise price may be added to all option contract months for which that exercise price is not already listed.

- iv. The Exchange may introduce exercise prices as it deems appropriate in order to respond to market conditions.

(e) Payment of Option Premium:

- i. The option premium must be paid in full by each Clearing Member to the Clearing Organization.
- ii. The premium for Three-Year U.S. Treasury Note Futures options shall be traded in multiples of one half of one-sixty-fourth of one point (\$15.625) of a Three-Year U.S. Treasury Note Futures contract which shall equal \$2,000 per full point.

- (f) Exercise of Option: The buyer of a Three-Year U.S. Treasury Note Futures option may exercise the option on any business day prior to expiration by giving notice of exercise to the Clearing Organization by

6:00 p.m. or by such other time designated by the Exchange.  
Notwithstanding the foregoing, the buyer may exercise the option prior to  
7:00 p.m. on the expiration date:

Deleted: 10

Deleted: a

- i. to correct errors or mistakes made in good faith;
- ii. in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.

(g) **Automatic Exercise:** Notwithstanding the provisions of paragraph (f) of this rule, after the close of trading on the last day of trading, all in-the-money options shall be automatically exercised, unless notice to cancel automatic exercise is given to the Clearing Organization. Notice to cancel automatic exercise shall be given to the Clearing Organization by 6:00 p.m. on the last day of trading in an option.

Deleted: :

(h) **Term, Close of Trading, Expiration Day:**

Deleted: <#>to correct errors or mistakes made in good faith.¶  
<#>in exceptional cases involving a customer's inability to communicate to the member firm exercise instructions or the member firm's inability to receive such instructions prior to 6:00 p.m. on the last day of trading.¶

Formatted: Bullets and Numbering

- i. Option contracts on Three-Year U.S. Treasury Note Futures shall be listed with expirations extending to the month prior to the farthest dated delivery month currently listed in Three-Year U.S. Treasury Note Futures contracts; provided, however, that the Exchange may determine not to list a contract month. Both serial and quarterly options exercisable into either front-month or deferred futures as determined by the Exchange may be listed.

ii. Last Day of Trading

(A) The last day on which trading shall be conducted in quarterly expiring options shall be the last Friday which precedes by at least two business days, the last business day of the month preceding the underlying futures delivery month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.

(B) The last day on which trading shall be conducted in serially expiring options shall be the last Friday which precedes by at least two business days, the last business day of the options contract month. If such Friday is not a business day or there is a Friday which is not a business day which precedes by one business day the last business day of the month preceding the option month, the last day of trading shall be the first business day prior to such Friday.

iii. Unexercised Three-Year U.S. Treasury Note Futures options shall expire after ~~7:00~~ p.m. on the last day of trading.

Deleted: 6:30

- (i) Reportable Positions and Position Accountability: The level for reportable positions in options on Short -Term U.S. Treasury Note Futures is 750 in any one option month. Position Accountability for positions in Three-Year U.S. Treasury Note Futures options shall be determined jointly with positions in the underlying futures in accordance with the Position Accountability provisions of the Three-Year U.S. Treasury Note Futures Rules.
- (j) Settlement Prices: The Exchange will base its settlement price recommendations on trading conditions at 2:00 p.m. unless the Exchange alters its Trading Session, in which event the Exchange may change the time for determining the settlement price.

[Rules 911-919 Reserved].

920. **Specifications for Futures Contracts on the Russell 1000® Stock Price Index (“Russell 1000 Futures”).**

The Russell 1000® Stock Price Index (“Russell 1000”) is a broadly based, value weighted average of 1000 U.S. stocks. Russell 1000® is a trademark and service mark of the Frank Russell Company, used under license. Each Russell 1000 Futures Contract shall be a contract whereby, after the close of trading in the contract, the seller of a Russell 1000 Futures Contract shall pay in cash any difference between the contract price and a higher final settlement price and the purchaser of a Russell 1000 Futures Contract shall pay in cash any difference between the contract price and a lower final settlement price. The value of a contract shall be \$100 per index point.

- (a) **Trading Sessions:** Trading shall take place on each business day at such hours as may be specified from time to time by the Exchange; provided, however, that trading in the current month will cease at 8:30 a.m. on the last trading day in the current month.
- (b) **Delivery Months:** Four consecutive delivery months following the current month; provided, however, that the Exchange may determine to list additional Delivery Months or not to list any Delivery Month. Delivery Months are March, June, September and December. Effective the first trading day following the last trading day of a Russell 1000 Futures Contract for any Delivery Month, the next eligible Delivery Month shall automatically be listed for trading.
- (c) **Last Trading Day:** The last trading day of a Russell 1000 Futures Contract shall be the final settlement day; provided, however, that if such day is not a Business Day the immediately prior Business Day shall be the last trading day.
- (d) **Minimum Price Ticks:** The minimum price tick shall be .1 point (\$10.00) except that calendar spreads may be traded at .02 point (\$2.00) per contract.
- (e) **Contract Grade:** A Russell 1000 futures contract is a Futures Contract on the Russell 1000. The compilation and composition of the Russell 1000 is in the exclusive control of the Frank Russell Company.
- (f) **Final Settlement:** Contracts shall be settled in cash according to procedures established by the Clearing Organization. The final settlement price shall be based on the opening prices of the component stocks on the final settlement day as reported by the Frank Russell Company.
- (g) **Final Settlement Day:** The final settlement day shall be the third Friday of the Delivery Month; provided, however, that if the Russell 1000 is not scheduled for publication on such Friday, the final settlement day shall be the first earlier day on which the Russell 1000 is scheduled to be published.

(h) **Trading Halts:** Trading halts and price limits in the Russell 1000 Futures Contract shall be coordinated with trading halts in the component stocks. When trading is halted in the Lead Contract, trading is halted in all Delivery Months in the Contract. For no less than two minutes before trading is scheduled to resume Members may enter, amend or delete orders and quotes during a Pre-Trading Period. At the end of a trading halt, trading in all Delivery Months shall be resumed with an Opening Period in accordance with Rule 401.

(i) For purposes of this Rule 920(h), the following definitions will apply:

(A) "Core Trading" hours shall be 8:30 a.m. to 3:15 p.m.;

(B) "Front Contract" means the next Delivery Month to expire;

(C) "Lead Contract" shall be the one for the Delivery Month with the highest traded volume on any given day;

(D) "Limit Orders" include quotes and stop orders as well as limit orders within the meaning of Rule 403(b)(iii);

(E) "Limit Price" shall be the price level currently in effect below which sell limit orders and quotes may not be entered. The Limit Prices are sequentially the 10% Limit, the 20% Limit and the 30% Limit, respectively, below the last previous Settlement Price. In the event that there was no previous Settlement Price for a contract month, Market Supervision will calculate a fair market estimate of such and disclose it to the market. After trading has been halted, the Limit Price will be the next sequential limit;

(F) "Primary Stock Market" for the Russell 1000 Futures shall be the New York Stock Exchange;

(G) the "10% Limit," "20% Limit" and "30% Limit" in the current quarter shall be 10%, 20% and 30% of the average of the settlement prices of the Front Contract, rounded to the nearest five points, for the calendar month immediately prior to the current quarter.

(ii) Sell Limit Orders or sell quotes may not be entered into the Trading System at prices below the 10% Limit except in accordance with the provisions of this Rule 920(h).

(iii) During Core Trading hours, trading in Russell 1000 Futures will be halted if:

**Deleted:** <#>"Limit Offered" means that the current best offer shown in the Trading System for Russell 1000 Futures is at the Limit Price (defined below); ¶

**Formatted:** Bullets and Numbering

(A) a trade is executed in the Trading System at or below the Limit Price; or

(B) trading in the Primary Stock Market is halted.

(iv) Outside of the Core Trading hours, trading in Russell 1000 Futures will be halted if a trade is executed in the Trading System at or below the 10% Limit.

(v) If trading has been halted during Core Trading hours, trading in Russell 1000 Futures may not resume until:

(A) trading has been halted for 10 minutes; and

(B) trading in the primary stock market was never halted or has resumed and 50% of the stocks in the Russell 1000, calculated on a capitalization weighted basis, have recommenced trading.

(vi) If trading has been halted outside of Core Trading hours, trading in Russell 1000 Futures will not resume until the beginning of Core Trading hours at which time the provisions of Rule 920(h)(v) will apply.

(vii) Block Trades or Basis Trades may not be entered into at prices lower than the Limit Price then in effect.

**Deleted:** <#>the Lead Contract is Limit Offered; or

**Formatted:** Bullets and Numbering

**Deleted:** or the Lead Contract.

**Deleted:** is Limit Offered at the 10% Limit.

(i) **Changes to Index Composition:** If any changes are made in the calculation of the Russell 1000 or its composition or weighting such that the concept of the Russell 1000 appears to be no longer comparable to the concept that applied when a futures contract was opened for trading, the Exchange may order the termination of trading in such Contract as of the last trading day prior to such change. Open positions shall be settled in cash upon the termination of trading. The value of the Russell 1000 at a time determined and announced by the Exchange shall be the final settlement price in such case.

(j) **Representations:** NEITHER FRANK RUSSELL COMPANY'S PUBLICATION OF THE RUSSELL INDEXES NOR ITS LICENSING OF ITS TRADEMARKS FOR USE IN CONNECTION WITH SECURITIES OR OTHER FINANCIAL PRODUCTS DERIVED FROM A RUSSELL INDEX IN ANY WAY SUGGESTS OR IMPLIES A REPRESENTATION OR OPINION BY FRANK RUSSELL COMPANY AS TO THE ATTRACTIVENESS OF INVESTMENT IN ANY SECURITIES OR OTHER FINANCIAL PRODUCTS BASED UPON OR DERIVED FROM ANY RUSSELL INDEX. FRANK RUSSELL COMPANY IS NOT THE ISSUER OF ANY SUCH SECURITIES OR OTHER FINANCIAL PRODUCTS AND MAKES NO EXPRESS OR IMPLIED WARRANTIES OF MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE WITH RESPECT

TO ANY RUSSELL INDEX OR ANY DATA INCLUDED OR REFLECTED THEREIN, NOR AS TO RESULTS TO BE OBTAINED BY ANY PERSON OR ANY ENTITY FROM THE USE OF THE RUSSELL INDEX OR ANY DATA INCLUDED OR REFLECTED THEREIN.

- (k) **Reportable Positions:** A Person shall report any position that such Person owns or controls in Russell 1000 Futures that exceed 200 contracts or more in any one Delivery Month.
- (l) **Position Limits:** A Person who owns or controls an aggregate position in Russell 1000 Futures of more than 25,000 futures contracts shall be subject to the requirements of Rule 412 as set forth therein.
- (m) **Settlement Prices:** The Exchange will base its settlement price recommendations on trading conditions at 3:15 p.m. except that:
  - (i) On the last day of trading in a delivery month the settlement price for that delivery month will be calculated in accordance with Rule 920(f);
  - (ii) If the Exchange alters its Trading Session, the Exchange may change the time for determining the settlement price; or
  - (iii) On the last Business Day of the month, the Exchange will recommend a settlement price for the Front Contract based on a fair value calculation using an index value reflecting 3:00 p.m. prices for the component stocks.

921. **Specifications for Futures Contracts on the Russell 2000® Stock Price Index (“Russell 2000 Futures”).**

The Russell 2000® Stock Price Index (“Russell 2000”) is a broadly based, value weighted average of 2000 U.S. stocks. Russell 2000® is a trademark and service mark of the Frank Russell Company, used under license. Each Russell 2000 Futures Contract shall be a contract whereby, after the close of trading in the contract, the seller of a Russell 2000 Futures Contract shall pay in cash any difference between the contract price and a higher final settlement price and the purchaser of a Russell 2000 Futures Contract shall pay in cash any difference between the contract price and a lower final settlement price. The value of a contract shall be \$100 per index point.

- (a) **Trading Sessions:** Trading shall take place on each business day at such hours as may be specified from time to time by the Exchange; provided, however, that trading in the current month will cease at 8:30 a.m. on the last trading day in the current month.
- (b) **Delivery Months:** Four consecutive delivery months following the current month; provided, however, that the Exchange may determine to list additional Delivery Months or not to list any Delivery Month. Delivery Months are March, June, September and December. Effective the first trading day following the last trading day of a Russell 2000 Futures Contract for any Delivery Month, the next eligible Delivery Month shall automatically be listed for trading.
- (c) **Last Trading Day:** The last trading day of a Russell 2000 Futures Contract shall be the final settlement day; provided, however, that if such day is not a Business Day the immediately prior Business Day shall be the last trading day.
- (d) **Minimum Price Ticks:** The minimum price tick shall be .1 point (\$10.00) except that calendar spreads may be traded at .02 point (\$2.00) per contract.
- (e) **Contract Grade:** A Russell 2000 futures contract is a Futures Contract on the Russell 2000. The compilation and composition of the Russell 2000 is in the exclusive control of the Frank Russell Company.
- (f) **Final Settlement:** Contracts shall be settled in cash according to procedures established by the Clearing Organization. The final settlement price shall be based on the opening prices of the component stocks on the final settlement day as reported by the Frank Russell Company.
- (g) **Final Settlement Day:** The final settlement day shall be the third Friday of the Delivery Month; provided, however, that if the Russell 2000 is not scheduled for publication on such Friday, the final settlement day shall be the first earlier day on which the Russell 2000 is scheduled to be published.

(h) **Trading Halts:** Trading halts and price limits in the Russell 2000 Futures Contract shall be coordinated with trading halts in the component stocks. When trading is halted in the Lead Contract, trading is halted in all Delivery Months in the Contract. For no less than two minutes before trading is scheduled to resume, Members may enter, amend or delete orders and quotes during a Pre-Trading Period. At the end of a trading halt, trading in all Delivery Months shall be resumed with an Opening Period in accordance with Rule 401.

(i) For purposes of this Rule 921(h), the following definitions will apply:

(A) "Core Trading" hours shall be 8:30 a.m. to 3:15 p.m.;

(B) "Front Contract" means the next Delivery Month to expire;

(C) "Lead Contract" shall be the one for the Delivery Month with the highest traded volume on any given day;

(D) "Limit Orders" include quotes and stop orders as well as limit orders within the meaning of Rule 403(b)(iii);

(E) "Limit Price" shall be the price level currently in effect below which sell limit orders and quotes may not be entered. The Limit Prices are sequentially the 10% Limit, the 20% Limit and the 30% Limit, respectively, below the last previous Settlement Price. In the event that there was no previous Settlement Price for a contract month, Market Supervision will calculate a fair market estimate of such and disclose it to the market. After trading has been halted, the Limit Price will be the next sequential limit;

(F) "Primary Stock Market" for the Russell 2000 Futures shall be the New York Stock Exchange;

(G) the "10% Limit," "20% Limit" and "30% Limit" in the current quarter shall be 10%, 20% and 30% of the average of the settlement prices of the Front Contract, rounded to the nearest five points, for the calendar month immediately prior to the current quarter.

(ii) Sell Limit Orders or sell quotes may not be entered into the Trading System at prices below the 10% limit except in accordance with the provisions of this Rule 921(h).

(iii) During Core Trading hours, trading in Russell 2000 Futures will be halted if:

**Deleted:** <#>"Limit Offered" means that the current best offer shown in the Trading System for Russell 2000 Futures is at the Limit Price (defined below); ¶

**Formatted:** Bullets and Numbering

(A) a trade is executed in the Trading System at or below the Limit Price; or

**Deleted:** the Lead Contract is Limit Offered; or

**Formatted:** Indent: Left: 1.5"

**Formatted:** Bullets and Numbering

(B) trading in the Primary Stock Market is halted.

(iv) Outside of the Core Trading hours, trading in Russell 2000 Futures will be halted if a trade is executed in the Trading System at or below the 10% Limit.

**Deleted:** or the Lead Contract.

**Deleted:** is offered at the 10% Limit.

(v) If trading has been halted during Core Trading hours, trading in Russell 2000 Futures may not resume until:

(A) trading has been halted for 10 minutes; and

(B) trading in the primary stock market has resumed and 50% of the stocks in the Russell 1000, calculated on a capitalization weighted basis, have re-commenced trading.

(vi) If trading has been halted outside of Core Trading hours, trading in Russell 2000 Futures will not resume until the beginning of Core Trading hours at which time the provisions of Rule 921(h)(v) will apply.

(vii) Block Trades or Basis Trades may not be entered into at prices lower than the Limit Price then in effect.

(i) **Changes to Index Composition:** If any changes are made in the calculation of the Russell 2000 or its composition or weighting such that the concept of the Russell 2000 appears to be no longer comparable to the concept that applied when a futures contract was opened for trading, the Exchange may order the termination of trading in such Contract as of the last trading day prior to such change. Open positions shall be settled in cash upon the termination of trading. The value of the Russell 2000 at a time determined and announced by the Exchange shall be the final settlement price in such case.

(j) **Representations:** NEITHER FRANK RUSSELL COMPANY'S PUBLICATION OF THE RUSSELL INDEXES NOR ITS LICENSING OF ITS TRADEMARKS FOR USE IN CONNECTION WITH SECURITIES OR OTHER FINANCIAL PRODUCTS DERIVED FROM A RUSSELL INDEX IN ANY WAY SUGGESTS OR IMPLIES A REPRESENTATION OR OPINION BY FRANK RUSSELL COMPANY AS TO THE ATTRACTIVENESS OF INVESTMENT IN ANY SECURITIES OR OTHER FINANCIAL PRODUCTS BASED UPON OR DERIVED FROM ANY RUSSELL INDEX. FRANK RUSSELL COMPANY IS NOT THE ISSUER OF ANY SUCH SECURITIES OR OTHER FINANCIAL PRODUCTS AND MAKES NO EXPRESS OR IMPLIED WARRANTIES OF

MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE WITH RESPECT TO ANY RUSSELL INDEX OR ANY DATA INCLUDED OR REFLECTED THEREIN, NOR AS TO RESULTS TO BE OBTAINED BY ANY PERSON OR ANY ENTITY FROM THE USE OF THE RUSSELL INDEX OR ANY DATA INCLUDED OR REFLECTED THEREIN.

- (k) **Reportable Positions:** A Person shall report any position that such Person owns or controls in Russell 2000 Futures that exceed 200 contracts or more in any one Delivery Month.
- (l) **Position Limits:** A Person who owns or controls an aggregate position in Russell 2000 Futures of more than 25,000 futures contracts shall be subject to the requirements of Rule 412 as set forth therein.
- (m) **Settlement Prices:** The Exchange will base its settlement price recommendations on trading conditions at 3:15 p.m. except that:
  - (i) On the last day of trading in a delivery month the settlement price for that delivery month will be calculated in accordance with Rule 921(f);
  - (ii) If the Exchange alters its Trading Session, the Exchange may change the time for determining the settlement price; or
  - (iii) On the last Business Day of the month, the Exchange will recommend a settlement price for the Front Contract based on a fair value calculation using an index value reflecting 3:00 p.m. prices for the component stocks.