

**SUBMISSION COVER SHEET**

**IMPORTANT:** Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 17-307 (1 of 2)

Organization: New York Mercantile Exchange, Inc. ("NYMEX")

Filing as a:  DCM  SEF  DCO  SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 07/28/17 Filing Description: Amendments to the Special Price Fluctuation Limits and Daily Price Limits Table for Certain NYMEX/COMEX Energy and Metals Futures Contracts

**SPECIFY FILING TYPE**

Please note only ONE choice allowed per Submission.

**Organization Rules and Rule Amendments**

- |                          |                                     |            |
|--------------------------|-------------------------------------|------------|
| <input type="checkbox"/> | Certification                       | § 40.6(a)  |
| <input type="checkbox"/> | Approval                            | § 40.5(a)  |
| <input type="checkbox"/> | Notification                        | § 40.6(d)  |
| <input type="checkbox"/> | Advance Notice of SIDCO Rule Change | § 40.10(a) |
| <input type="checkbox"/> | SIDCO Emergency Rule Change         | § 40.10(h) |

**Rule Numbers:**

**New Product**

Please note only ONE product per Submission.

- |                          |                                       |            |
|--------------------------|---------------------------------------|------------|
| <input type="checkbox"/> | Certification                         | § 40.2(a)  |
| <input type="checkbox"/> | Certification Security Futures        | § 41.23(a) |
| <input type="checkbox"/> | Certification Swap Class              | § 40.2(d)  |
| <input type="checkbox"/> | Approval                              | § 40.3(a)  |
| <input type="checkbox"/> | Approval Security Futures             | § 41.23(b) |
| <input type="checkbox"/> | Novel Derivative Product Notification | § 40.12(a) |
| <input type="checkbox"/> | Swap Submission                       | § 39.5     |

**Official Product Name:**

**Product Terms and Conditions (product related Rules and Rule Amendments)**

- |                                     |   |                      |
|-------------------------------------|---|----------------------|
| <input checked="" type="checkbox"/> | Certification   | § 40.6(a)            |
| <input type="checkbox"/>            | Certification Made Available to Trade Determination     | § 40.6(a)            |
| <input type="checkbox"/>            | Certification Security Futures                          | § 41.24(a)           |
| <input type="checkbox"/>            | Delisting (No Open Interest)                            | § 40.6(a)            |
| <input type="checkbox"/>            | Approval  | § 40.5(a)            |
| <input type="checkbox"/>            | Approval Made Available to Trade Determination          | § 40.5(a)            |
| <input type="checkbox"/>            | Approval Security Futures                               | § 41.24(c)           |
| <input type="checkbox"/>            | Approval Amendments to enumerated agricultural products | § 40.4(a), § 40.5(a) |
| <input type="checkbox"/>            | "Non-Material Agricultural Rule Change"                 | § 40.4(b)(5)         |
| <input type="checkbox"/>            | Notification  | § 40.6(d)            |

Official Name(s) of Product(s) Affected: See filing. Rule Numbers: See filing.

July 28, 2017

**VIA ELECTRONIC PORTAL**

Mr. Christopher J. Kirkpatrick  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21st Street, N.W.  
Washington, D.C. 20581

**Re: CFTC Regulation 40.6(a) Certification. Notification Regarding Amendments to the Special Price Fluctuation Limits and Daily Price Limits Table for Certain NYMEX/COMEX Energy and Metals Futures Contracts.  
NYMEX Submission No. 17-307 (1 of 2)**

Dear Mr. Kirkpatrick:

New York Mercantile Exchange, Inc. (“NYMEX”) and Commodity Exchange, Inc. (“COMEX”) (collectively, the “Exchanges”) are notifying the Commodity Futures Trading Commission (“CFTC” or “Commission”) that they are self-certifying amendments to COMEX/NYMEX Rule 589. (“Special Price Fluctuation Limits and Daily Price Limits”) table (“Table”) for the NYMEX and COMEX energy and metals contracts listed in Table 1. and Table 2. below effective Sunday, August 13, 2017 for trade date Monday, August 14, 2017.

**Table 1.**

**NYMEX**

<b>Commodity Code</b>	<b>Contract Title</b>	<b>NYMEX Rulebook Chapter</b>
<b>ENERGY</b>		
HO	NY Harbor ULSD Futures	150
RB	RBOB Futures	191
CL	Light Sweet Crude Oil Futures	200
NG	Henry Hub Natural Gas Futures	220
QM	E-mini Crude Oil Futures	401
QG	E-mini Natural Gas Futures	402
QU	E-mini RBOB Gasoline Futures	403
QH	E-mini Heating Oil Futures	404
NN	Henry Hub Natural Gas Last Day Financial Futures	508
NNE	Henry Hub Natural Gas Last Day Financial Futures (Daily Units)	508
NP	Henry Hub Natural Gas Penultimate Financial Futures	529
WS	Crude Oil Financial Futures	691
HH	Henry Hub Natural Gas Look-Alike Last Day Financial Futures	823
HP	Henry Hub Natural Gas Look-Alike Penultimate Financial Futures	824
MNG	Henry Hub Natural Gas Last Day Physically-Delivered Futures	1156

<b>METALS</b>		
PL	Platinum Futures	105
PA	Palladium Futures	106

**Table 2.**

**COMEX**

<b>Commodity Code</b>	<b>Contract Title</b>	<b>COMEX Rulebook Chapter</b>
<b>METALS</b>		
HG	Copper Futures	111
SI	Silver	112
GC	Gold Futures	113
GCK	Gold Kilo Futures	114
MGC	E-micro Gold Futures	120
SIL	1,000-oz. Silver Futures	121
QO	E-mini Gold Futures	911
QI	E-mini Silver Futures	912
QC	E-mini Copper Futures	913
HGS	Copper Financial Futures	1190

In addition, also effective on trade date Monday, August 14, 2017, NYMEX will amend the Table such that Rule 589. shall apply to the contracts listed in Table 3. below as a measure that is consistent with promoting price discovery and cash-futures price convergence.

**Table 3.**

**NYMEX**

<b>Commodity Code</b>	<b>Contract Title</b>	<b>NYMEX Rulebook Chapter</b>
<b>ENERGY</b>		
OSX	Brent Last Day Financial Options	376
BE	Brent Last Day Financial (European) Options	378
9B,9C,9D,9L,9Y	Brent Crude Oil Last Day Financial Calendar Spread Options	398
BZO	Brent Crude Oil Futures-Style Margin Options	504
BZ	Brent Last Day Financial Futures	698
BW1 – BW5	Brent Last Day Financial Weekly Options	1007

The aforementioned amendments to the Table are provided in blackline format, under separate cover as Appendix A. The amendments to the product rulebook chapters to the contracts listed in Table 3. are provided in blackline format, as Appendix B. Further, the Exchange is implementing additional administrative, non-substantive amendments to the Brent Last Day Financial Futures (NYMEX Rulebook Chapter 698) contract simply for harmonization purposes (collectively, the “Rule Amendments”). NYMEX

Rulebook Chapter 698 is denoted by strikethrough in the current product chapter and a clean version is provided for the amended chapter.

The Exchanges reviewed the designated contract market core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA”) and staff identified that the rule amendments may have some bearing on the following Core Principles:

- Prevention of Market Disruption: The Rule Amendments reflect the Exchanges’ efforts to more effectively protect the market from large price fluctuations of the Contracts. The Exchanges believe that the amendments are consistent with this Core Principle requiring the Exchanges to maintain and promote an orderly market.
- Availability of General Information: The Exchanges will amend the COMEX/NYMEX rulebook accordingly on the effective date which is publicly available on the CME Group website. In addition, the Exchanges will publish industry notifications to advise the marketplace of these amendments. The industry notifications will also be posted on the CME Group website.
- Execution of Transactions: The Rule Amendments will further enable the Exchanges to continue their current practice of providing a competitive, open, and efficient market mechanism for executing transactions.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchanges hereby certify that the Rule Amendments comply with the Act, including all regulations under the Act. There were no substantive opposing views to this proposal.

The Exchanges certify that this submission has been concurrently posted on the Exchanges’ website at <http://www.cmegroup.com/market-regulation/rule-filings.html>.

Should you have any questions concerning the above, please contact the undersigned at (212) 299-2200 or via e-mail at [CMEGSubmissionInquiry@cmegroup.com](mailto:CMEGSubmissionInquiry@cmegroup.com).

Sincerely,

/s/ Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachments: Appendix A: Amendments to COMEX/NYMEX Rule 589. (“Special Price Fluctuation Limits and Daily Price Limits”) Table (blackline format) (attached under separate cover)  
Appendix B: Amendments to NYMEX Rulebook Chapters

**Appendix A**

**COMEX/NYMEX Rulebook**

**Chapter 5**

**Trading Qualifications and Practices**

**COMEX/NYMEX Rule 589. (“Special Price Fluctuation Limits and Daily Price Limits”) Table**

(additions underscoring, deletions ~~struckthrough~~)

(attached under separate cover)

## **Appendix B**

### **NYMEX Rulebook**

(additions underscored, deletions ~~struckthrough~~)

#### **Chapter 376**

#### **Brent Crude Oil Option**

##### **376.01 EXPIRATION**

A Brent Crude Oil option contract on the Exchange shall expire at the close of trading three business days prior to the expiration of the underlying Brent Crude Oil Last Day Futures contract. The expiration date shall be announced prior to the listing of the option contract.

##### **376.02 TRADING UNIT**

A Brent Crude Oil put or call option contract traded on the Exchange represents an option to assume a short or long position in the underlying Brent Crude Oil Last Day contract traded on the Exchange.

##### **376.03 TRADING MONTHS**

Trading in Brent Crude Oil option contracts shall be conducted in the contract months as shall be determined by the Exchange. Trading shall commence on the day fixed by resolution of the Exchange.

##### **376.04 HOURS OF TRADING**

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

##### **376.05 EXERCISE PRICES AND CHARACTERISTICS**

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

##### **376.06 SPECIAL PRICE FLUCTUATION LIMITS**

At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.

##### **376.067 PRICES AND PRICE FLUCTUATIONS**

Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of one (1) cent per barrel. A cabinet trade may occur at a price of \$0.001 per barrel, or \$1.00 per contract.

##### **~~376.078 ABSENCE OF PRICE FLUCTUATION LIMITS~~**

~~Trading in Brent Crude Oil Option contracts shall not be subject to price fluctuation limitations.~~

## Chapter 378

### Brent Crude Oil European Financial Option

#### 378.01 EXPIRATION

The option contract on the Exchange shall expire at the close of trading three business days prior to the expiration of the underlying Brent Crude Oil Last Day Financial Futures (BZ) contract. The expiration date shall be announced prior to the listing of the option contract.

#### 378.02 TRADING UNIT

The option contract is a European-style financially-settled option contract. Upon expiration, the call option will be financially settled by subtracting the strike price from the settlement price of the underlying Brent Crude Oil Last Day Financial Futures (BZ) contract multiplied by 1,000, or zero, whichever is greater. Upon expiration, the put option will be financially settled by subtracting the settlement price of the underlying Brent Crude Oil Last Day Financial Futures (BZ) contract from the strike price multiplied by 1,000, or zero, whichever is greater.

#### 378.03 TRADING MONTHS

Trading in the option contract shall be conducted in the contract months as shall be determined by the Exchange. Trading shall commence on the day fixed by resolution of the Exchange.

#### 378.04 HOURS OF TRADING

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

#### 378.05 STRIKE PRICES

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

#### 378.06 SPECIAL PRICE FLUCTUATION LIMITS

At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.

#### 378.06Z PRICES AND PRICE FLUCTUATIONS

Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of one (1) cent per barrel. A cabinet trade may occur at a price of \$0.001 per barrel, or \$1.00 per a contract.

#### ~~378.078 ABSENCE OF PRICE FLUCTUATION LIMITATIONS~~

~~The contract shall not be subject to price fluctuation limitations.~~

## Chapter 398

### Brent Crude Oil Last Day Financial Calendar Spread Option

#### 398.01. EXPIRATION OF BRENT CRUDE OIL LAST DAY FINANCIAL CALENDAR SPREAD OPTION

A Brent Crude Oil Last Day Financial Calendar Spread Option on the Exchange shall expire at the close of trading one business days immediately preceding the expiration of the first expiring futures contract in the spread.

**398.02. TRADING UNIT FOR BRENT CRUDE OIL LAST DAY FINANCIAL CALENDAR SPREAD OPTION**

Brent Crude Oil Last Day Financial Calendar Spread Options are European Style Option contracts which cannot be exercised prior to expiration. A Brent Crude Oil-Last Day Calendar Spread Financially Settled Put Option contract traded on the Exchange will represent the cash difference between the strike price and the settlement price of the second expiring Brent Crude Oil-Last Day Futures contract in the spread less the settlement price of the first expiring Brent Crude Oil-Last Day Futures contract in the spread traded on the Exchange multiplied by \$1,000, or zero, whichever is greater. A call option represents the cash difference of the settlement price of the first expiring Brent Crude Oil-Last Day Futures contract in the spread less the settlement price of the second expiring Brent Crude Oil-Last Day Futures contract in the spread traded on the Exchange less the strike price multiplied by \$1,000, or zero, whichever is greater.

**398.03. TRADING MONTHS FOR BRENT CRUDE OIL LAST DAY FINANCIAL CALENDAR SPREAD OPTION**

Trading in Brent Crude Oil Last Day Financial Calendar Spread Options shall be conducted in the months determined by the Exchange. Trading shall commence on the day prescribed by the Exchange.

**398.04. HOURS OF TRADING IN BRENT CRUDE OIL -LAST DAY CALENDAR SPREAD FINANCIALLY SETTLED OPTION CONTRACT**

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

**398.05. STRIKE PRICES FOR BRENT CRUDE OIL LAST DAY FINANCIAL CALENDAR SPREAD OPTION**

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

**398.06. SPECIAL PRICE FLUCTUATION LIMITS**

At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.

**398.067. PRICES IN BRENT CRUDE OIL LAST DAY FINANCIAL CALENDAR SPREAD OPTION**

Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of \$0.01 (1 cent) per barrel. However, a cabinet trade may occur at a price of \$0.001 per barrel, or \$1.00 a contract.

~~**398.078. ABSENCE OF PRICE FLUCTUATION LIMITATIONS FOR BRENT CRUDE OIL LAST DAY FINANCIAL CALENDAR SPREAD OPTION**~~

~~Trading in Brent Crude Oil Last Day Financial Calendar Spread Options shall not be subject to price fluctuation limitations.~~

**Chapter 504**

**Brent Crude Oil Futures-Style Margin Option**

**504100. SCOPE OF CHAPTER**

This chapter is limited in application to put and call options on Brent Crude Oil Last Day Financial Futures (BZ) contract. In addition to the rules of this chapter, transactions in options on Brent Crude Oil Last Day Financial Futures shall be subject to the general rules of the Exchange insofar as applicable.



**504101. OPTION CHARACTERISTICS**

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

**504101.A. Trading Schedule**

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

**504101.B. Trading Unit**

A Brent Crude Oil Futures-Style Margin put or call option contract traded on the Exchange represents an option to assume a short or long position in the underlying Brent Crude Oil Last Day Financial Futures (BZ) contract traded on the Exchange.

**504101.C. Price Increments**

Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of one (1) cent per barrel. A cabinet trade may occur at a price of \$0.001 per barrel, or \$1.00 per contract.

**504101.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.

**504101.E. Termination of Trading**

A Brent Crude Oil Futures-Style Margin Option contract on the Exchange shall expire at the close of trading three business days prior to the expiration of the underlying Brent Crude Oil Last Day Financial Futures contract. The expiration date shall be announced prior to the listing of the option contract.

**504101.F. Type Option**

The option is an American-style option.

**504102. EXERCISE PRICES**

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

**504103. SPECIAL PRICE FLUCTUATION LIMITS**

At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.

**5041034. SETTLEMENT VARIATION AND OPTION VALUE**

Settlement variation rules for futures-style margin options conform to those set forth for non-options stipulated in NYMEX Rule 814. As such, when a clearing member or its customers is long or short any amount of any commodity for a settlement cycle, as indicated by Clearing House records, settlement for any outstanding exposure shall be made with the Clearing House based on the settlement price for that settlement cycle. For futures-style margin options, each clearing member and its customers shall pay to, or collect from, the Clearing House any loss or profit, as the case may be, represented by the difference between (x) the settlement price of the futures-style margin option for such settlement cycle and (y) the settlement price of the futures-style margin option for the prior

settlement cycle (or, for the first settlement cycle after the purchase/sale of such option, the price at which the option was purchased or sold).

#### ~~5041054.~~ **OPTION EXERCISE**

Notice of exercise must be delivered by a Clearing Member to the Clearing House not later than 2:30 p.m. Central Time on the expiration date. Notice of exercise shall be given to the Clearing House in such form and manner as the Clearing House shall prescribe.

### **Current Version Chapter 698 Brent Crude Oil Last Day Financial Futures**

#### ~~698.01.~~ **SCOPE**

~~The provisions of these rules shall apply to all contracts bought or sold on the Exchange for cash settlement based on the Floating Price.~~

#### ~~698.02.~~ **FLOATING PRICE**

~~The Floating Price is equal to the ICE Brent Crude Oil Index price as published one day after the final trading day for the delivery month.~~

#### ~~698.03.~~ **CONTRACT QUANTITY AND VALUE**

~~The contract quantity shall be 1,000 U.S. barrels. Each contract shall be valued as the contract quantity (1000) multiplied by the settlement price.~~

#### ~~698.04.~~ **CONTRACT MONTHS**

~~Trading shall be conducted in contracts in such months as shall be determined by the Board of Directors.~~

#### ~~698.05.~~ **PRICES AND FLUCTUATIONS**

~~Prices shall be quoted in U.S. dollars and cents per barrel. The minimum price fluctuation shall be \$0.01 per barrel. There shall be no maximum price fluctuation. Trades may also occur in multiples of \$0.0025 per barrel for Brent Crude Oil Last Day Financial Futures if executed and priced pursuant to the requirements of Rule 524.A.~~

#### ~~698.06.~~ **TERMINATION OF TRADING**

~~Trading shall cease on the same termination day as the ICE Brent Crude Oil Futures for the delivery month.~~

~~Trading shall cease on the last UK business day of the second month preceding the contract month, except for the UK business day preceding New Year's Day, where trading shall cease on the second UK business day preceding New Year's Day.~~

#### ~~698.07.~~ **FINAL SETTLEMENT**

~~Delivery under the contract 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.~~

#### ~~698.08.~~ **EXCHANGE OF FUTURES FOR, OR IN CONNECTION WITH, PRODUCT (EFP) AND**

~~EXCHANGE OF FUTURES FOR, OR IN CONNECTION WITH, SWAP (EFS)  
TRANSACTIONS~~

~~Any Exchange of Futures for, or in Connection with, Product (EFP) or Exchange of Futures for, or in Connection with, Swap Transactions (EFS) shall be governed by the provisions of Rules 538 and 538A, respectively.~~

~~698.09. DISCLAIMER~~

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**Amended Version  
Chapter 698  
Brent Crude Oil Last Day Financial Futures**

**698100. SCOPE OF CHAPTER**

The provisions of these rules shall apply to all contracts bought or sold on the Exchange for cash settlement based on the Floating Price. The procedures for trading, clearing and cash settlement of this contract, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

**698101. CONTRACT SPECIFICATIONS**

The Floating Price is equal to the ICE Brent Crude Oil Index price as published one day after the final trading day for the delivery month.

**698102. TRADING SPECIFICATIONS**

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

**698102.A. Trading Schedule**

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

**698102.B. Trading Unit**

The contract quantity shall be 1,000 U.S. barrels. Each contract shall be valued as the contract quantity (1000) multiplied by the settlement price.

**698102.C. Price Increments**

Prices shall be quoted in U.S. dollars and cents per barrel. The minimum price fluctuation shall be \$0.001 per barrel. There shall be no maximum price fluctuation. Trades may also occur in multiples of \$0.0025 per barrel for Brent Crude Oil Last Day Financial Futures if executed and priced pursuant to the requirements of Rule 524.A.

**698102.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.

#### **698102.E. Termination of Trading**

Trading shall cease on the same termination day as the ICE Brent Crude Oil Futures for the delivery month.

Trading shall cease on the last UK business day of the second month preceding the contract month, except for the UK business day preceding New Year's Day, where trading shall cease on the second UK business day preceding New Year's Day.

#### **698102.F. Special Price Fluctuation Limits**

At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.

### **698103. FINAL SETTLEMENT**

Final settlement under the contract 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.

### **698104. DISCLAIMER**

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## **Chapter 1007 Brent Crude Oil Weekly Option**

### **1007100. SCOPE OF CHAPTER**

This chapter is limited in application to weekly put and call options on Brent Crude Oil Last Day Financial futures contract. In addition to the rules of this chapter, transactions in weekly options on Brent Crude Oil Last Day Financial Futures shall be subject to the general rules of the Exchange insofar as applicable.

### **1007101. OPTION CHARACTERISTICS**

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

#### **1007101.A. Trading Schedule**

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

**1007101.B. Trading Unit**

A Brent Crude Oil Weekly call option traded on the Exchange represents an option to assume a long position in the nearest to expiry Brent Crude Oil Last Day Financial futures contract. If expiration occurs after the Brent Last Day Financial option contract and on or before the first nearby Brent Crude Oil Last Day Financial futures contract expiration, the contract will be exercisable into second closest to expiry Brent Crude Oil Last Day Financial futures contract.

A Brent Crude Oil Weekly put option traded on the Exchange represents an option to assume a short position in the nearest to expiry Brent Crude Oil Last Day Financial futures contract. If expiration occurs after the Brent Last Day Financial option contract and on or before the first nearby Brent Crude Oil Last Day Financial futures contract expiration, the contract will be exercisable into second closest to expiry Brent Crude Oil Last Day Financial futures contract.

**1007101.C. Price Increments**

Prices shall be quoted in dollars and cents per barrel and prices shall be in multiples of \$0.01 per barrel. The minimum price increment will be \$0.01. A cabinet trade may occur at a price of \$0.001 per barrel, or \$1.00 per contract.

**1007101.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.

**1007101.E. Termination of Trading**

Options will expire at the close of trading on a Friday schedule. If such Friday falls on the expiration of a Brent Last Day Financial option contract, the weekly option shall not be listed.

For the first (1st) weekly option of the month, if the first Friday of the listing is a scheduled Exchange holiday, the option shall terminate on the first Business Day immediately preceding the Friday.

For the second (2nd) weekly option of the month, if the second Friday of the listing is a scheduled Exchange holiday, the option shall terminate on the first Business Day immediately preceding the Friday.

For the third (3rd) weekly option of the listing, if the third Friday of the listing is a scheduled Exchange holiday, the option shall terminate on the first Business Day immediately preceding the Friday.

For the fourth (4th) weekly option of the listing, if the fourth Friday of the listing is a scheduled Exchange holiday, the option shall terminate on the first Business Day immediately preceding the Friday.

**1007101.F. Type Option**

The option is an American-style option which can be exercised on any business day prior to and until expiration day.

**1007102. EXERCISE PRICES AND CHARACTERISTICS**

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

**1007103. SPECIAL PRICE FLUCTUATION LIMITS**

At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.