



# Option on ERCOT North 345KV Day-Ahead Peak Daily 80 MWh Fixed Price Future

## Contract Specifications

Description	A daily Option on the corresponding Contract Period of the ERCOT North 345 KV Hub Day-Ahead Peak Daily 80 MWh Fixed Price Future.
Contract Symbol	NDB
Settlement Method	Exercise into Underlying Futures Contract
Contract Size	80 MWh
Currency	USD
Minimum Price Fluctuation	The price quotation convention shall be One cent (\$0.01) per MWh; minimum price fluctuation may vary by trade type. Please see Table in Resolution 1 to this Chapter 18
Listing Cycle	Up to 365 consecutive daily Contract Periods, or as otherwise determined by the Exchange.
Last Trading Day	At the end of the Trading Session on the last Business Day prior to the Contract Period
Option Style	European

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Exercise Procedure	<p>Automatic Only</p> <p>Manual exercise or abandon is not permitted</p> <p>Options which are "in the money", with respect to the average of the Reference Price A prices, exercise automatically into the Underlying Futures Contract with a contract price equal to the Strike Price. Options which are "out of the money" expire automatically.</p> <p>Exercise Day is the seventh Clearing Organization business day following the Last Trading Day</p>
REFERENCE PRICE A	ELECTRICITY-ERCOT-NORTH 345KV HUB-DAY AHEAD
a) Ref Price A - Description	"ELECTRICITY-ERCOT-NORTH 345KV DAY AHEAD" means that the price for a Pricing Date will be that day's Specified Price per MWh of electricity for delivery on the Delivery Date, stated in U.S. Dollars, published by the ERCOT at <a href="http://www.ercot.com/content/cdr/html/dam_spp">http://www.ercot.com/content/cdr/html/dam_spp</a>
b) Ref Price A - Pricing Date	Each day that prices are reported for the Delivery Date
c) Ref Price A - Specified Price	Average of SPPs for all hours ending 0700-2200 CPT
d) Ref Price A - Pricing calendar	ERCOT
e) Ref Price A - Delivery Date	Contract Period
Strike Price Intervals	A minimum of ten Strike Prices in increments of \$1.00 per MWh above and below the at-the-money Strike Price. Strike Price boundaries are adjusted according to futures price movements. User-defined Strike Prices are allowed in \$0.05 increments