

# Coffee "C" 1-Month Calendar Spread Option

## Contract Specifications

Description	Calendar Spread options on Coffee "C" Futures contracts in 1-month and 2-month spread increments.
Contract Symbol	<p>KC1 ("1 Month Series")</p> <p>Determining the two futures contracts in a CSO pair requires knowing both the underlying futures contract and the length of the spread. For Coffee "C" CSOs, the first two characters of the contract code are KC and the last character indicates the length of the spread.</p> <p>For example, Contract Symbol "KC1", the "1" indicates that the second month in the spread pair is ONE month forward from the front month of the pair. If the month symbol is K18 (May 2018), the Contract Symbol "KC1" implies that the second month in the pair is N18 (July 2018) – one contract month forward from the K18.</p> <p>Likewise, Contract Symbol "KC2", would imply that the second month in the pair is U18 (September 2018) – two contract months forward from the K18.</p>
Contract Size	A spread position between the two Futures contracts
Price Quotation	Cents and hundredths of a cent per pound
Contract Series	March, May, July, September and December.
Minimum Price Fluctuation	1/100 of a cent (one 'point') per pound
Daily Price Limit	None

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Strike Price Intervals	25 point increments.
Last Trading Day	Each CSO contract expires on the last trading day of the regular option on the earlier of the two contract months in the spread pair; for example, all CSO contracts for which the March 2018 future is the front month of the pair will expire on the last trading day of the March 2018 regular option.
Call Option	Buyer of a CSO Call Option has the right to establish a spread position of long the first month in the spread pair and short the second month in the pair, at a price difference equal to the Strike Price of the CSO contract.
Put Option	Buyer of a CSO Put Option has the right to establish a spread position of short the first month in the spread pair and long the second month in the pair, at a price difference equal to the Strike Price of the CSO contract.
Strike Price	The Strike Price of an CSO contract can be positive (indicating the price of the front month is above the price of the back month in the pair), negative (indicating the price of the front month is below the price of the back month in the pair) or zero (indicating the prices of the two months in the pair are the same).