API2 Rotterdam Coal Options (Futures Style Margin)

Contract Specifications

Description	The ICE Rotterdam Coal Options contract is an option on the ICE Rotterdam Coal Futures contract. At expiry, one lot of Rotterdam Coal Options will exercise into one lot of Rotterdam Coal Futures. Rotterdam Coal Options are European-style, such that In-The-Money options, unless abandoned, are automatically exercised at expiry. At-The-Money and Out-of-The-Money options will expire un-exercised unless the Member has elected to exercise them.
Contract Symbol	RCO
Contract Series	Up to 60 consecutive months Quarterly, seasonal, calendar, and any period of consecutive monthly contracts can be registered as a strip. For example, a Q1 option is an option on Jan, an option on Feb, and an option on Mar, with each option expiring thirty calendar days before the start of the relevant contract month.
Contract Size	1,000 metric tonnes per contract month
Unit of Trading	1,000 metric tonnes of thermal coal
Minimum Trading Size	Options: 1 lot = 1,000 metric tonnes Block Order: 5 lots = 5,000 metric tonnes
Price Quotation	The contract price is in US Dollars and in US Dollar Cents per tonne.
Minimum Price Fluctuation	5 Cents ($0.05) per tonne.
Tick Value	Contract Size x Minimum Trade Size x Minimum Price Fluctuation

Contract Specifications

Strike Price Increments	A minimum of 5 strike prices in increments of $0.05 above and below the at-the-money Strike Price. Strike Price boundaries are adjusted according to futures price movements. IFEU may add one or more strike prices nearest to the last price listed as necessary
Last Trading Day	Trading will cease when the intraday reference price is set thirty calendar days before the start of the contract period. If that day is a non-business day, expiry will be on the preceding business day.
Option Style	European Style.
Option Premium	Futures Style
Exercise Procedure	Expires into the ICE Rotterdam Coal Futures contract with European-style exercise. If the option is not abandoned, automatic exercise will occur for options which are one or more ticks in the money. At-The-Money and Out-of-The-Money options will expire worthless. Members will have up to one hour after cessation of trading on the option expiry day to manually abandon or exercise an option.
Exchange Rulebook	ICE Futures Europe Contract Rules & Procedures