



# Option on ISO New England Massachusetts Day-Ahead Peak Daily Mini Fixed Price Future

## Contract Specifications

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|---------------------------|---|
| Description               | A daily Option on the corresponding Contract Period of the ISO New England Massachusetts Hub Day-Ahead Peak Daily Mini Fixed Price Future.                                |
| Contract Symbol           | NEZ   |
| Settlement Method         | Exercise into Underlying Futures Contract   |
| Contract Size             | 16 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, excluding Saturday, Sundays and NERC Holidays                                   |
| Last Trading Day          | At the end of the Trading Session on the last Business Day prior to the Contract Period   |
| Option Style              | European  |

# Contract Specifications

|                                   |  |
|-----------------------------------|--|
| Exercise Procedure                | Automatic only<br><br>Manual exercise or abandon is not permitted<br><br>Exercise Day: The third Clearing Organization business day following the Last Trading Day   |
| Automatic Exercise Provisions     | Options which are "in the money", with respect to Reference Price A, 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.   |
| REFERENCE PRICE A                 | ELECTRICITY-ISO NEW ENGLAND-MASS HUB-DAY AHEAD   |
| a) Ref Price A - Description      | "ELECTRICITY-ISO NEW ENGLAND-MASS HUB-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 ISO New England at <a href="http://www.iso-ne.com/markets">http://www.iso-ne.com/markets</a> , under the headings "Hourly Data: Selectable Hourly LMP Data: 4000_:_H.INTERNAL_HUB: Start Date/End Date: LMP prices for Day-ahead and Real-time: Day Ahead LMP" or any successor headings, that reports prices effective on that Pricing Date. |
| b) Ref Price A - Pricing Date     | Each day that prices are reported for the Delivery Date  |
| c) Ref Price A - Specified Price  | Average of LMPs for all hours ending 0800-2300 EPT   |
| d) Ref Price A - Pricing calendar | ISO New England  |
| e) Ref Price A - Delivery Date    | Contract Period  |
| Strike Price Listing              | 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.  |