Container FFA - Asia to North Europe 40GP/HC (NYFI) Average Price Option

Contract Specifications

Description	A monthly cash settled container freight average price option based on the NYSHEX index administered by ICE Data Indices, LLP (“IDI”) for Asia to North Europe 40GP/HC that will automatically exercise into the settlement price of the underlying Future on the day of expiry of the options contract.
Contract Symbol	FAN
Hedge Instrument	The delta hedge for the Asia to North Europe 40GP/HC (NYFI) Average Price Option is the Asia to North Europe 40GP/HC (NYFI) Future (FAN)
Contract Size	1 Forty Foot Equivalent Unit (FEU)
Unit of Trading	Any multiple of 1 Forty Foot Equivalent Units (FEU)
Currency	US Dollars
Trading Price Quotation	One dollar ($1) per FEU
Settlement Price Quotation	One dollar ($1) per FEU
Minimum Price Fluctuation	One dollar ($1) per FEU
Last Trading Day	Last Trading Day of the contract month

Contract Specifications

Option Style	Options are average priced and will be automatically exercised into the Asia to North Europe 40GP/HC (NYFI) Future (FAN) on the expiry day if they are "in the money". The Future resulting from exercise immediately goes to cash settlement relieving market participants of the need to concern themselves with liquidation or exercise issues. If an option is "out of the money" it will expire automatically. It is not permitted to exercise the option on any other day or in any other circumstances. No manual exercise is permitted.
Option Premium / Daily Margin	The Asia to North Europe 40GP/HC (NYFI) Average Price Options are premium-paid-upfront options. The traded premium will therefore be debited by the Clearing House from the Buyer and credited to the Seller on the morning of the Business Day following the day of trade. Members who are long premium-paid-upfront options will receive a Net Liquidating Value (NLV) credit to the value of the premium which is then used to offset the initial margin requirement flowing from both these options and positions in other energy contracts. Members who are short premium-paid-upfront options will receive an NLV debit in addition to their initial margin requirement. NLV is calculated daily with reference to the settlement price of the option.
Expiry	19:30 London Time (14:30 EST). Automatic exercise settings are pre-set to exercise contracts which are one minimum price fluctuation or more "in the money" with reference to the relevant reference price. Members cannot override automatic exercise settings or manually enter exercise instructions for this contract. The reference price will be a price in USD per FEU equal to the final settlement price of the Asia to North Europe 40GP/HC (NYFI) Future (FAN) for the contract month. When exercised against, the Clearing House, at its discretion, selects sellers against which to exercise on a pro rata basis.
Strike Price Intervals	A minimum of 100 Strike Prices in increments of $1 per FEU 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 $1 increments.
Contract Series	Up to 48 consecutive months or as otherwise determined by the Exchange.
Final Payment Date	Two Clearing House Business Days following the Last Trading Day
Business Days	Publication days for NYSHEX