

ICE FUTURES ECX CER OPTIONS CONTRACT: CONTRACT SPECIFICATIONS

Underlying	The underlying contract is the December Future of the relevant year. For example, the underlying contract for the March 10 option is the December 10 Future.
Unit of Trading	One ICE ECX CER Options contract.
Minimum trading size	1 lot.
Quotation	Euro (€) and Euro cents (c) per metric tonne.
Strike price increments	A range of one-hundred and nine strike prices are automatically listed for each contract month covering the price range from €1.00 - €55.00. The Exchange may add one or more strike prices nearest to the last price listed as necessary. Strike price intervals are €0.50.
Tick size	€0.01 per tonne.
Min. Price Fluctuation	€0.01
Max. Price Fluctuation	No limit.
Contract months	Up to 8 contract months are listed on a quarterly expiry (March, June, September and December), with 3 new contract months listed on expiry of the December contract. Additional December contracts are listed out to Dec 12.
Last Trading Day	Three Exchange Trading Days before the expiry of the corresponding March, June, September or December contract month of the ICE ECX CER Futures Contract.
Option premium	As this is an European style option, premiums are paid at the time of the transaction.
Contract security	ICE Clear Europe Limited guarantees the financial performance of all ICE Futures Europe contracts registered in the name of its Members.
Daily margin	All open contracts are marked-to-market daily.
Trading system	Trading occurs on ICE Futures' electronic trading platform (known as the ICE Platform) which is accessible via Web ICE or through a conformed Independent Software Vendor.
Trading model	Continuous trading throughout trading hours.
Trading hours	07:00 hours to 17:00 hours UK Local Time (except on the expiry day where the relevant contract month will cease trading at 16:15 hours).
Settlement prices	Trade weighted average of trades executed during the daily designated settlement period (16:00 – 16:15 UK Local Time) in accordance with Trading Procedure 2.4.9.
VAT & taxes	UK's HM Revenue and Customs has confirmed that the trading of the ICE ECX CER Options Contract on the Exchange between the Member and ICE Clear Europe Limited has been granted interim approval to be zero-rated for VAT purposes under the terms of the Terminal Markets Order.
Nature of exercise	ICE ECX CER Options are exercised into ICE ECX CER Futures contracts and are of European-style exercise, such that at expiry automatic exercise will occur of options which are one or more ticks in the money. (At-the-money and out-of-the-money options will lapse).
Clearing	ICE Clear Europe Ltd will act as central counterparty to all trades.
Margin	Variation and initial margin will be charged in the usual manner by ICE Clear Europe Limited.