

REC Contracts on Nodal Exchange

Renewable Energy Certificate (REC) markets are created through Renewable Portfolio Standard (RPS) programs, which are generally implemented at the State level. Currently, 29 States plus D.C. have implemented RPS Programs.

Contract Overviews

REC Futures

- Physically delivered contracts, from defined REC registries
- Contract size: Varies from 10 to 1,000 RECs
- Priced in U.S. dollars per REC
- Minimum tick size: \$0.001 to \$0.01
- Last Trading Day: Three Business Days, prior to the last business day of the delivery month
- Physical Delivery: Last Business Day of the contract month

REC Options

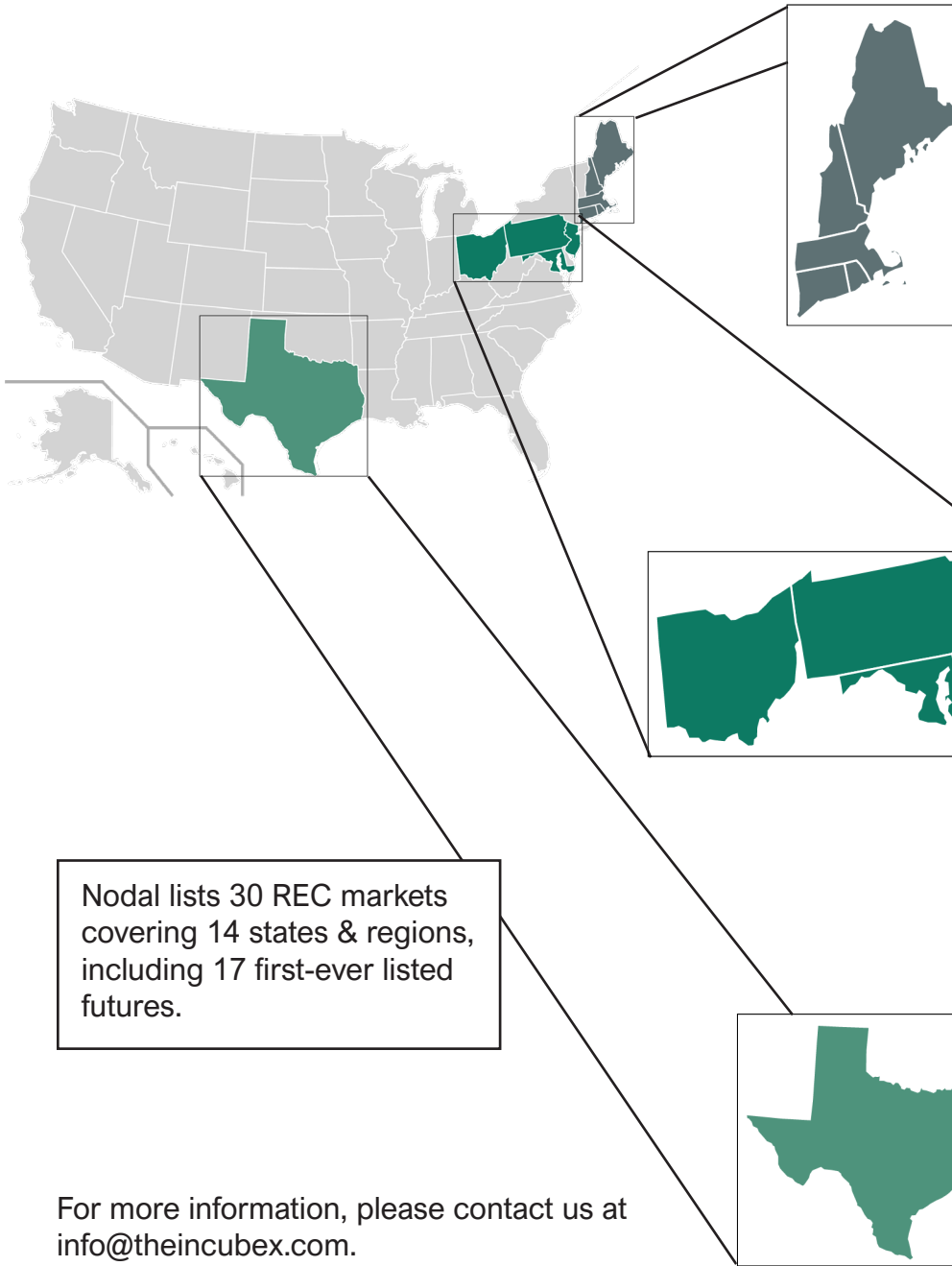
- Options on Futures
- European style (exercise only at expiry)
- Equity Style Premium (premium paid up front)
- Lot size: 1 lot of underlying contract
- Priced in US dollars
- Minimum tick size: \$0.001
- Strike Price Intervals: \$0.05 for TX, \$1.00 for NJ Solar, \$5.00 for MA Solar and \$0.25 for all others
- Last Trading Day: 4:00 pm EPT on the 15th calendar day of the delivery month
- Exercise: Automatic on last trading day, unless exchange is notified to allow in-the-money options to expire without exercise or to exercise expiring out-of-the-money options.

Key Benefits of Trading

- Broadest exchange suite of REC futures contracts
- More efficient physical delivery process
- Letters of credit available as collateral against Initial Margin requirements
- Capital efficiency potential through Portfolio (VAR based) margining
- Products listed and cleared alongside Nodal's existing power and gas product suite
- Competitive transaction costs
- No membership or market data fees
- Experienced team dedicated to product development and customer support



RECs Offered on Nodal



NEPOOL GIS Registry

- Connecticut Class I RECs
- Connecticut Class II RECs
- Connecticut Class III RECs
- Massachusetts Class I RECs
- Massachusetts Class II RECs (Non-WTE)
- Massachusetts Class WTE II RECs
- Massachusetts APS RECs
- Massachusetts Solar I RECs
- Massachusetts Solar II RECs
- New Hampshire Class I RECs
- New Hampshire Class III RECs
- Rhode Island New RECs
- Maine Class I RECs
- NEPOOL Dual Qualified RECs

PJM GATS Registry

- Maryland Tier I RECs (Vintage Specific & Bankable)
- Maryland Solar RECs
- New Jersey Class I RECs (Vintage Specific & Bankable)
- New Jersey Solar RECs
- Pennsylvania Tier I AECs (Vintage Specific & Bankable)
- Pennsylvania Tier II AECs
- Pennsylvania Solar AECs
- PJM Tri-Qualified RECs
- District of Columbia Tier I RECs
- District of Columbia Solar RECs
- Ohio Non-Solar RECs
- Ohio Solar RECs

ERCOT Registry

- Texas Compliance RECs
- Texas Compliance RECs from CRS Listed Facilities Vintage Specific Back Half and Front Half

For more information, please contact us at info@theincubex.com.

About Nodal Exchange

Nodal Exchange, headquartered in Tysons Corner, VA, is a CFTC-regulated derivatives exchange providing price, credit and liquidity risk management to participants in the North American commodity markets. Part of EEX Group, Nodal Exchange is a leader in innovation, having introduced the world's largest set of electric power locational (nodal) futures contracts and offers over 1,000 power, gas, environmental, natural gas and freight futures, all cleared on Nodal Clear. IncubEx is partnered with Nodal on its North American environmental products.