

**NODAL EXCHANGE CONTRACT SPECIFICATION**

**Cross State Air Pollution Rule NOX Ozone Season Group 2 Allowance Vintage  
2023 Option (Futures Style Margining)**

<b>ITEM</b>	<b>SPECIFICATION</b>
<b>Contract Description</b>	An option of the Cross State Air Pollution Rule NOX Ozone Season Group 2 Allowance Vintage 2023 Future
<b>Option Style</b>	European
<b>Option Contract Code</b>	NZG
<b>Underlying Futures Contract</b>	Cross State Air Pollution Rule NOX Ozone Season Group 2 Allowance Vintage 2023 Future
<b>Contract Code for Underlying Futures</b>	NZG
<b>Hours of Trading</b>	As defined at <a href="http://www.nodalexchange.com">http://www.nodalexchange.com</a>
<b>Contract Size per Lot</b>	1 lot of the Underlying Contract
<b>Unit of Trading</b>	1 lot, as defined in Contract Size per lot
<b>Strike Price</b>	A minimum of ten Strike Prices in increments of \$0.25 above and below the at-the-money Strike Price. The at-the-money strike price is the closest interval nearest to the previous day's Settlement Price of the Underlying Contract. Strike Price boundaries are adjusted according to futures price movements. User-defined Strike Prices are allowed in \$0.25 increments
<b>Currency</b>	US Dollars
<b>Minimum Tick</b>	\$0.001 per Allowance
<b>Settlement Price Precision</b>	\$0.001 per Allowance
<b>Last Trading Day</b>	At 4:00 pm EPT on the 15th calendar day of the delivery month. Where the 15th calendar day is not a Business Day, the Last Trading Day shall be the first Business Day following the 15th calendar day of the delivery month
<b>Contract Series</b>	Monthly contracts starting with July 2021 through December of the year following the Vintage year. The exchange may list any other calendar month contract set off the standard listing cycle.
<b>Premium/NLV</b>	The premium of a futures-style option is paid/received on the next margin cycle following the option exercise based on the last settlement price of the option contract and contract size on the exercise day.
<b>Daily Settlement Price</b>	Determined by the Exchange based on Exchange activity, other market data, and extrapolation to traded Option contracts, as appropriate
<b>Exercise</b>	Exercise of In-the-Money Options is automatic on the Last Trading Day unless the Exchange is notified by 5:30 pm EPT on the Last Trading Day (1) to allow the In-the-Money Options to expire without exercise or (2) to exercise expiring Out-of-the-Money Options
<b>Settlement Method</b>	Exercise into Underlying Contracts
<b>Position Limit</b>	Same with underlying contracts. Option positions are weighted by Option delta and combined with Underlying Contracts position. Underlying contracts' position limits can be found at <a href="https://www.nodalexchange.com/files/autogenerated/Nodal_Rulebook_Appendix_C-Limits_and_Levels.PDF">https://www.nodalexchange.com/files/autogenerated/Nodal_Rulebook_Appendix_C-Limits_and_Levels.PDF</a>

**NODAL EXCHANGE CONTRACT SPECIFICATION**

**Cross State Air Pollution Rule NOX Ozone Season Group 2 Allowance Vintage  
2024 Option (Futures Style Margining)**

<b>ITEM</b>	<b>SPECIFICATION</b>
<b>Contract Description</b>	An option of the Cross State Air Pollution Rule NOX Ozone Season Group 2 Allowance Vintage 2024 Future
<b>Option Style</b>	European
<b>Option Contract Code</b>	NZH
<b>Underlying Futures Contract</b>	Cross State Air Pollution Rule NOX Ozone Season Group 2 Allowance Vintage 2024 Future
<b>Contract Code for Underlying Futures</b>	NZH
<b>Hours of Trading</b>	As defined at <a href="http://www.nodalexchange.com">http://www.nodalexchange.com</a>
<b>Contract Size per Lot</b>	1 lot of the Underlying Contract
<b>Unit of Trading</b>	1 lot, as defined in Contract Size per lot
<b>Strike Price</b>	A minimum of ten Strike Prices in increments of \$0.25 above and below the at-the-money Strike Price. The at-the-money strike price is the closest interval nearest to the previous day's Settlement Price of the Underlying Contract. Strike Price boundaries are adjusted according to futures price movements. User-defined Strike Prices are allowed in \$0.25 increments
<b>Currency</b>	US Dollars
<b>Minimum Tick</b>	\$0.001 per Allowance
<b>Settlement Price Precision</b>	\$0.001 per Allowance
<b>Last Trading Day</b>	At 4:00 pm EPT on the 15th calendar day of the delivery month. Where the 15th calendar day is not a Business Day, the Last Trading Day shall be the first Business Day following the 15th calendar day of the delivery month
<b>Contract Series</b>	Monthly contracts starting with July 2021 through December of the year following the Vintage year. The exchange may list any other calendar month contract set off the standard listing cycle.
<b>Premium/NLV</b>	The premium of a futures-style option is paid/received on the next margin cycle following the option exercise based on the last settlement price of the option contract and contract size on the exercise day.
<b>Daily Settlement Price</b>	Determined by the Exchange based on Exchange activity, other market data, and extrapolation to traded Option contracts, as appropriate
<b>Exercise</b>	Exercise of In-the-Money Options is automatic on the Last Trading Day unless the Exchange is notified by 5:30 pm EPT on the Last Trading Day (1) to allow the In-the-Money Options to expire without exercise or (2) to exercise expiring Out-of-the-Money Options
<b>Settlement Method</b>	Exercise into Underlying Contracts
<b>Position Limit</b>	Same with underlying contracts. Option positions are weighted by Option delta and combined with Underlying Contracts position. Underlying contracts' position limits can be found at <a href="https://www.nodalexchange.com/files/autogenerated/Nodal_Rulebook_Appendix_C-Limits_and_Levels.PDF">https://www.nodalexchange.com/files/autogenerated/Nodal_Rulebook_Appendix_C-Limits_and_Levels.PDF</a>