



API2 Rotterdam Coal Average Price Options (Futures Style Margin)

Contract Specifications

Description	A European style option which at expiration references the Argus/McCloskey API 2 index for the relevant month and is exercised into Rotterdam Coal Futures (ATW)
Contract Symbol	RCA
Contract Series	Up to 48 consecutive months Quarterly, seasonal, calendar, and any period of consecutive monthly contracts can be registered as a strip.
Contract Size	1,000 metric tonnes per contract month
Unit of Trading	Any multiple of 1,000 metric tonnes
Minimum Trading Size	Futures: 1 lot = 1,000 Allowances Block Order: 5 lots = 5,000 Allowances
Minimum Price Fluctuation	One cent (\$0.01) per metric tonne
Tick Value	Contract Size x Minimum Trade Size x Minimum Price Fluctuation
Strike Price Increments	A minimum of 5 strike prices in increments of \$0.05 above and below the at-the-money Strike Price. Strike Price boundaries are adjusted according to futures price movements. IFEU may add one or more strike prices nearest to the last price listed as necessary

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Last Trading Day	Trading shall cease at 17:00 LLT on the last Friday of the delivery month. In the event of a public holiday on such Friday, trading shall cease at the close of business on the preceding Business Day.
Option Style	European Style
Option Premium	Futures Style
Exercise Procedure	Expires into the ICE Rotterdam Coal Futures contract with European-style exercise. Options will be automatically exercised on the expiry day if they are 'In-The-Money'. 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 circumstance. No manual exercise is permitted.
Exchange Rulebook	ICE Futures Europe Contract Rules & Procedures