



**Chicago Climate Futures Exchange, LLC  
Carbon Financial Instrument Options on Futures  
Contract Specifications**

<b>Contract Size</b>	One CCFE Carbon Financial Instrument futures contract (of a specified contract month)
<b>Quotation</b>	US dollars / metric ton CO <sub>2</sub>
<b>Minimum Tick Increment</b>	\$0.01 per metric ton = \$10.00 per contract
<b>Symbol</b>	CFIPDC, CFIPDP
<b>Trading Hours</b>	7:00 a.m. – 3:00 p.m. Central Time
<b>Strike Price Intervals</b>	<p>Expirations through December 2012: Call and put options based on twenty-five strike prices in the series will be listed at the introduction of a contract. Strike prices will be listed at \$0.25 increments with 8 listed below the at-the-money strike price and 16 listed above the at-the-money strike price. Additional strikes will be listed on the trading day following the day a related futures contract settles for the first time above or below an existing option strike price.</p> <p>Expirations subsequent to December 2012: Call and put options based on twenty-five strike prices in the series will be listed at the introduction of a contract. Strike prices will be listed at \$1.00 increments with 8 listed below the at-the-money strike price and 16 listed above the at-the-money strike price. Additional strikes will be listed on the trading day following the day a related futures contract settles for the first time above or below an existing option strike price.</p>
<b>Contract Listing Cycle</b>	<p>Standard-cycle contract listings for contract months with expirations through 2012:</p> <ul style="list-style-type: none"> <li>a. Six consecutive quarterly contracts on a March, June, September, December cycle;</li> <li>b. Front three serial calendar months</li> </ul> <p>Contract listings for contract months with expirations subsequent to 2012:</p> <ul style="list-style-type: none"> <li>a. Initial listings will be January 2013, December 2013, December 2014 and December 2015; and</li> <li>b. Other contract months as determined by CCFE</li> </ul>
<b>First Trading Day</b>	A new contract month will listed on the same Business Day as a new contract listing for the underlying CFI futures contract.
<b>Last Trading Day</b>	The last day of trading is the second business day prior to the last trading day for the expiring underlying futures contract.
<b>Exercise</b>	European style. Option exercise results in an underlying futures position in the related contract month. Options in-the-money at the close on the last day of trading are automatically exercised unless proper instructions are provided to the CCFE Clearing System Provider (“CSP”) clearing system not to exercise an in-the-money options by the expiration deadline. (Instructions may also be input to the CCFE CSP’s clearing systems to exercise an out-of-the money option.)

<b>Expiration</b>	Unexercised CCFE CFI options shall expire at 5:00 p.m. on the last day of trading.
<b>Option Premium</b>	The CCFE CSP will collect the full option premium from the buyer clearing member and pay the full option premium to the seller clearing member on the day of trade in accordance with CCFE CSP's procedures.
<b>Price Limits</b>	None
<b>Reportable Position Limits</b>	25 contracts gross in each option quadrant
<b>Nearby Expiration Month Speculative Position Limits</b>	4,000 contracts on a net futures-equivalent basis.
<b>Block Trade Minimum</b>	Expirations prior to 2013 – minimum 100 contracts Expirations 2013 and later – minimum of 10 contracts

Contract specifications and related rules are subject to revision. If CCFE determines that revisions to the contract specifications and related rules are warranted, reasonable efforts will be taken to provide appropriate advance notification of such revisions.

This document is a summary of the CCFE contract specification rules; see the CCFE Rulebook for complete contract specification rules.