

Weekly Put Option on ETH/DAI

OEX-OPT-P-ETH/DAI-22MAY-200

0xf9da2c0520d5b5127c50ef293ef85d2f9ada222d10ff0556493d5cfff19d2721

SHORT DESCRIPTION

Put Option Contract on ETH price with 33% margin requirement and maturity of 22 May 2020. Each contract gives the right to sell 1 ETH for 200 DAI at expiration.

Type	Put option
Underlying	ETH/DAI price
Oracle	Chainlink on-chain DAI/ETH price feed 0x8570b5A7C41e6744Be543622e55b4313F3CE9aBF
Contract size	1 ETH
Strike price, gwei	200
Settlement	DAI
Buyer Margin	0
Seller Margin	66
Expiration	22 May 2020 8:00 UTC
Long wins*	max(0, Strike price - Oracle price)
Short wins*	premium at settlement minus any win of long *capped by initial margin

LONG DESCRIPTION

A Put Option Contract is a derivative product and is a right but not an obligation to sell a commodity, currency or other instrument at a predetermined price at a specified time in the future.

Opium.Exchange offers several of its trading products in the form of a Put Option Contract with crypto cash settlement.

Option contracts do not require traders to post 100% of collateral as margin, because of this you can trade with leverage of up to 100x on some Opium.Exchange contracts.

All margin on Opium.Exchange is denominated in stable coins or any ERC20 coins, allowing traders to speculate on the future value of its products only using stable cryptocurrency or other Ethereum based tokens.

"European style" means options cannot be exercised before expiration, but can only be exercised at expiration.

"Cash settled" means when a cash settled option is exercised the writer of the contract pays any profit due to the holder in stable coins (or any ERC20 coins specified in the contract) rather than any asset transfer taking place.

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Under U.S. federal law, unless you are an "eligible contract participant" as defined in 7 U.S.C. § 1a(18), your transaction must settle within 28 days. Individuals who do not have more than \$10 million invested on a discretionary basis (or \$5 million if the transaction is for the purpose of managing risk associated with an asset owned or liability incurred, or reasonably likely to be owned or incurred) are not eligible contract participants and may not enter into transactions using the opium.exchange open-source software that do not result in actual delivery of virtual currency within 28 days.

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