

Relevant provisions of a **weather index collar (daily average temperature)**

The below is set out by way of illustration only and does not contain all the necessary provisions or information of the described transaction and shall not be used or relied on as such. In addition, the elections therein are not appropriate for specific transactions. derivativeslawyer.com do not accept any responsibility whatsoever for the use of or reliance on the below.

The terms of the particular Transaction to which this Confirmation relates are as follows:

General Terms

Notional Amount:	[] per Weather Index Unit
Trade Date, etc:	[]
Cap Strike Level:	[] Celsius
Floor Strike Level:	[] Celsius
Weather Index Unit:	Daily Average Temperature
Settlement Level:	The cumulative number of Weather Index Units for each day in the Calculation Period divided by the number of days in the Calculation Period
Rounding of Weather Index Units, etc	[]
Payment Amount:	If the Settlement Level in respect of the Calculation Period is: <ul style="list-style-type: none"> (a) greater than the Cap Strike Level, the Weather Index Seller shall pay to the Weather Index Buyer on the Payment Date an amount equal to the lesser of: (i) (A) (Settlement Level - Cap Strike Level) x Notional Amount; and (ii) the Maximum Transaction Payment Amount (if applicable); (b) less than the Floor Strike Level, the Weather Index Buyer shall pay to the Weather Index Seller on the Payment Date an amount equal to the lesser of: (i) (Floor Strike Level - Settlement Level) x Notional Amount; and (ii) the Maximum Transaction Payment Amount (if applicable); or (c) equal to or less than the Cap Strike Level but greater than or equal to the Floor Strike Level, neither party shall be required to make a payment on the Payment Date.
Maximum Transaction Payment Amount:	[]