Special Executive Report

DATE: **January 26, 2018**

SER#: **8072**

SUBJECT: **Amendments to Daily Settlement Price Procedure Documents for Certain CME and CBOT Equity Index Futures Contracts**

Effective Thursday, February 8, 2018 for trade date Friday, February 9, 2018, and pending all relevant CFTC regulatory review periods, Chicago Mercantile Exchange Inc. ("CME") and The Board of Trade of the City of Chicago, Inc. ("CBOT") (collectively, the "Exchanges") will amend the daily settlement price procedure documents for certain equity index futures contracts ("Contracts") as indicated below.

The Exchanges are amending the daily settlement price procedures for the Contracts to standardize methodology and to harmonize its application among the Contracts, and to increase transparency and clarity of the process.

The Exchanges also are amending the current daily settlement price algorithm to improve the derivation of theoretical values of long-dated futures contracts for which liquidity and trade information are insufficient. This enhancement will be used as the Tier 3 methodology wherein any such futures contract daily settlement price will be derived from the level of the corresponding equity price index, plus an estimate of financing cost to futures expiry, minus an estimate of dividend accrual on the equity price index to futures expiry.

In addition, the CME is amending the time of daily settlement price determination of the:

> USD Denominated Ibovespa futures to align with the daily closing time of the BM&F BOVESPA Stock Exchange, 17:20:00 Brazilian Standard Time (or 18:20:00 Brazilian Daylight Savings Time); and
>
> E-mini Russell 1000 Index futures, from 15:15:00 Chicago time (CT) to 15:00:00 CT to align with the daily settlement times with E-mini Russell 1000 Value Index futures and CME E-mini Russell 1000 Growth Index futures.

Tables 1 and 2 below list the affected CME and CBOT contracts, respectively. The current and amended daily settlement price procedure documents may be viewed HERE.

Inquiries regarding the aforementioned may be directed to the CME Group Global Command Center at 312.456.2391. Questions regarding this Special Executive Report may be directed to the CME Global Command Center at 800.438.8616, in Europe at 44.800.898.013, in Asia at 65.6532.5010, or GCC@cmegroup.com.

Table 1 – CME Contracts

Commodity Code	Settlement Time	Contract Title	CME Chapter
ES	15:15:00 CT	E-mini S&P 500 Futures	358
SP	15:15:00 CT	S&P 500 Futures	351
RTY	15:15:00 CT	E-mini Russell 2000 Index Futures	393
NQ	15:15:00 CT	E-mini NASDAQ 100 Futures	359
NIY	15:15:00 CT	Nikkei/Yen Futures	352B
NK	15:15:00 CT	Nikkei/USD Futures	352
ENY	15:15:00 CT	E-mini Nikkei 225 - Yen denominated Futures	370
R2V	15:00:00 CT	E-mini Russell 2000 Value Index Futures	395
R2G	15:00:00 CT	E-mini Russell 2000 Growth Index Futures	394
QCN	15:00:00 CT	E-mini NASDAQ Composite Futures	377
RS1	15:00:00 CT	E-mini Russell 1000 Index Futures	383
RSV	15:00:00 CT	E-mini Russell 1000 Value Index Futures	385
RSG	15:00:00 CT	E-mini Russell 1000 Growth Index Futures	384
TRI	15:00:00 CT	S&P 500 Total Return Index Futures	357
SG	15:00:00 CT	S&P 500 Growth Futures	355
SU	15:00:00 CT	S&P 500 Value Futures	356
CTR	15:00:00 CT	S&P 500 Carry Adjusted Total Return Index Futures	357A
EMD	15:00:00 CT	E-mini S&P MidCap 400 Futures	362
SMC	15:00:00 CT	E-mini S&P 600 SmallCap Futures	368
XAF	15:00:00 CT	E-mini Financial Select Sector Futures	369
XAU	15:00:00 CT	E-mini Utilities Select Sector Futures	369
XAP	15:00:00 CT	E-mini Consumer Staples Select Sector Futures	369
XAE	15:00:00 CT	E-mini Energy Select Sector Futures	369
XAK	15:00:00 CT	E-mini Technology Select Sector Futures	369
XAV	15:00:00 CT	E-mini Health Care Select Sector Futures	369
XAB	15:00:00 CT	E-mini Materials Select Sector Futures	369
XAI	15:00:00 CT	E-mini Industrial Select Sector Futures	369
XAY	15:00:00 CT	E-mini Consumer Discretionary Select Sector Futures	369
XAR	15:00:00 CT	E-mini S&P Real Estate Select Sector Index Futures	369
BIO	15:00:00 CT	E-mini NASDAQ Biotechnology Index Futures	360
IPO	15:00:00 CT	E-mini IPOX 100 U.S. Index Futures	392
SLP	15:00:00 CT	S&P MLP Total Return Index Futures	389
FT1	15:00:00 CT	E-mini FTSE 100 Index (GBP) Futures	387
FT5	15:00:00 CT	E-mini FTSE China 50 Index Futures	388
EI	15:00:00 CT	E-mini FTSE Emerging Index Futures	391
FTU	15:00:00 CT	E-mini USD Denominated FTSE 100 Index Futures	386
IBV	17:20:00 (Brazil)	USD-Denominated Ibovespa Index Futures	354
DVE	16:30:00 (London)	E-mini FTSE Developed Europe Index Futures	390

Table 2 – CBOT Contracts

Commodity Code	Settlement Time	Contract Title	CBOT Chapter
RX	15:15:00 CT	Dow Jones Real Estate Futures	30
YM	15:15:00 CT	E-mini Dow ($5) Futures	27