CME Group

Special Executive Report

S-8148

May 16, 2018

Initial Listing of the Three-Month Eurodollar Mid-Curve Options Contract, the Six-Month Eurodollar Mid-Curve Options Contract, and the Nine-Month Eurodollar Mid-Curve Options Contract

Effective Sunday, June 10, 2018, for trade date Monday, June 11, 2018, and pending all relevant CFTC regulatory review periods, Chicago Mercantile Exchange Inc. ("CME" or "Exchange") will list the Three-Month Eurodollar Mid-Curve Options contract (Commodity Code: TE2; Rulebook Chapter: 452A), the Six-Month Eurodollar Mid-Curve Options contract (Commodity Code: TE3; Rulebook Chapter: 452A), and the Nine-Month Eurodollar Mid-Curve Options contract (Commodity Code: TE4; Rulebook Chapter: 452A) (collectively, the "Contracts") for trading on the CME Globex electronic trading platform and the trading floor, and for submission for clearing via CME ClearPort.

In all respects, other than the CME Three-Month Eurodollar Futures contracts into which they are specified to be exercisable, the Six-Month Eurodollar Mid-Curve Options and the Nine-Month Eurodollar Mid-Curve options will mirror the contract specifications of existent CME Eurodollar Mid-Curve Options contracts.

Similarly, the Three-Month Eurodollar Mid-Curve Options contract will share all contract specifications of existent CME Eurodollar Mid-Curve options contract, with the exception that any Three-Month Eurodollar Mid-Curve Options contract will be subject to a reduced minimum price fluctuation of 0.0025 IMM index points when it trades at a premium not greater than 0.05 IMM Index points. At all other times the minimum price fluctuation will be 0.005 IMM Index points.

Exhibit 1 sets forth the contract specifications
Exhibit 2 sets forth the applicable Exchange fees

Please refer questions to:

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Exhibit 1 -- Contract Specifications for Three-Month, Six-Month, and Nine-Month Eurodollar Mid-Curve Options

Minimum Price Increment	*Three-Month Eurodollar Mid-Curve Options Contract:* Where any such option trades at a premium **not greater** than 0.05 IMM Index points, the minimum price fluctuation shall be 0.0025 IMM Index points (equal to $6.25 per contract). Where any such option trades at a premium **greater** than 0.05 IMM Index points, the minimum price fluctuation shall be 0.005 IMM Index points (equal to $12.50 per option contract). *Six-Month Eurodollar Mid-Curve Options and Nine-Month Eurodollar Mid-Curve Options Contracts*: 0.005 IMM Index points (½ basis point per annum) equal to $12.50 per contract *Cabinet Trades*: Any option may trade at a price of 0.0025 IMM Index points, whether or not such trade results in liquidation of positions for both parties to the trade.
Expiration Months	Nearest March Quarterly months. Nearest 2 Serial (non-March Quarterly) months.
Termination of Trading	*Last Day of Trading*: The Friday immediately preceding the third Wednesday of the option expiration month. *Termination of Trading*: Close of CME Globex trading on Last Day of Trading.
Expiration and Exercise	Options are American Style and may be exercised by presentation of an exercise notice to the Clearing House by 7pm on any business day that the options is traded. Any option not exercised prior to the termination of trading automatically expires at 7:00pm Chicago time/CT on its last day of trading. In the absence of contrary instruction, a call (put) option that expires in the money shall expire by physical exercise into a long (short) position in the option's specified underlying Three-Month Eurodollar Futures contract, and a call (put) option that expires at the money or out of the money shall be abandoned.
Trading Venues and Hours	*CME Globex* and *CME ClearPort*: 5pm to 4pm CT, Sun-Fri. *Open Outcry:* 7:20am to 2pm CT, Mon-Fri
Block Trade Minima	*ATH:* 2,500 contracts *ETH:* 5,000 contracts *RTH:* 10,000 contracts
CME Globex Matching Algorithm	Allocation (Q Algorithm, Threshold Pro-Rata with LMM)
Commodity Code	Three-Month Eurodollar Mid-Curve Options: TE2 Six-Month Eurodollar Mid-Curve Options: TE3 Nine-Month Eurodollar Mid-Curve Options: TE4

Exhibit 2 –
Exchange Fees per Side per Contract for Three-Month Eurodollar Mid-Curve Options, Six-Month Eurodollar Mid-Curve Options, and Nine-Month Eurodollar Mid-Curve Options

Fees are charged per side (both buy and sell side) per contract.	Venue/Transaction Type	Interest Rate Options Fee
Individual Members Clearing Equity Member Firms Rule 106.J Equity Member Firms & Rule 106.J Qualified Subsidiaries Rule 106.I Member Firms & Rule 106.I Qualified Affiliates Rule 106.S Member Approved Funds	Open Outcry|Delivery	$0.15
	CME Globex	$0.22
	EFP|EFR|Block	$0.34
	Exercise|Assign|Future From	$0.14
Rule 106.D Lessees Rule 106.F Employees	Open Outcry|Delivery	$0.30
	CME Globex	$0.42
	EFP|EFR|Block	$0.55
	Exercise|Assign|Future From	$0.35
Rule 106.R Electronic Corporate Member *(For other than CME Globex|EFP|EFR|Block - See Non-Members)*	CME Globex	$0.49
	EFP|EFR|Block	$0.84
Rule 106.H and 106.N Firms Clearing Non-Equity Member Firms	Open Outcry|Delivery	$0.49
	CME Globex	$0.49
	EFP|EFR|Block	$0.69
	Exercise|Assign|Future From	$0.54
International Incentive Program (IIP) Participants International Volume Incentive Program (IVIP) Participants	Open Outcry|Delivery	$0.50
	CME Globex	$0.50
	EFP|EFR|Block	$0.66
	Exercise|Assign|Future From	$0.55
Central Bank Incentive Program (CBIP) Participants Emerging Markets Bank Incentive Program (EMBIP) Participants Latin American Fund Manager Incentive Program (FMIP) Participants *(For other than CME Globex|EFP|EFR|Block - See Non-Members)*	CME Globex	$0.50
	EFP|EFR|Block	$0.84
Members Trading Outside of Division *(For other than CME Globex During ETH - See Non-Members)*	CME Globex - During ETH	$0.79
Non-Members	Open Outcry|Delivery	$0.70
	CME Globex	$0.89
	EFP|EFR|Block	$0.99
	Exercise|Assign|Future From	$0.69

Other CME Processing Fees	Fee
106.D Lessee/106.H Brokerage	$0.13
106.F Employee Brokerage	$0.13
Floor / "New" Brokerage	$0.04
Position Adjustment/Position Transfer	$0.10

Give-Up Surcharge	$0.05
Facilitation Fee	$0.40

For more information about Exchange fees please visit:
http://www.cmegroup.com/company/clearing-fees.html