

Chapter 378

CME E-mini[®] FTSE/Xinhua[®] China 25 Index Futures

37800. SCOPE OF CHAPTER

This chapter is limited in application to futures trading in the E-mini FTSE/Xinhua China 25 Index. The procedures for trading, clearing, settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

37801. COMMODITY SPECIFICATIONS

Each futures contract shall be valued at USD 5 times the FTSE/Xinhua China 25 Index. The FTSE/Xinhua China 25 Index is comprised of 25 large, actively traded Chinese companies that are listed at the Hong Kong Stock Exchange.

37802. FUTURES CALL

37802.A. Trading Schedule

Futures contracts shall be scheduled for trading during such hours and for delivery in such months as may be determined by the Board of Directors.

37802.B. Trading Unit

The unit of trading shall be USD 5 times the FTSE/Xinhua China 25 Index.

37802.C. Price Increments

Bids and offers shall be quoted in terms of the FTSE/Xinhua China 25 Index. The minimum fluctuation of the futures contract shall be 5 points, equivalent to USD 25 per contract.

37802.D. Position Limits

A person shall not own or control more than 5,000 contracts net long or net short in all contract months combined.

37802.E. Accumulation of Positions

For purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

37802.F. Exemptions

The foregoing position limits shall not apply to bona fide hedge positions meeting the requirements of Regulation 1.3(z)(1) of the CFTC and the rules of the Exchange, and shall not apply to arbitrage positions and inter-commodity spread positions subject to Rule 559.

37802.G. Termination of Trading

Futures trading shall terminate at 4:00 p.m. Hong Kong time (3:00 a.m. Central Standard Time or 2:00 a.m. Central Daylight Time) on the day of determination of the Final Settlement Price.

37802.H. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract. If any U.S. governmental agency or body issues an order, ruling, directive or law that conflicts with the requirements of these rules, such order, ruling, directive, or law shall be construed to take precedence and become part of these rules, and all open and new contracts shall be subject to such government orders.

37802.I. Price Limits and Trading Halts

There shall be no trading at a price more than the Daily Price Limit above or below the previous day's settlement price, except that there shall be no Daily Price Limit in a contract on its last day of trading.

The Daily Price Limit shall be announced prior to the opening of trading in each calendar month. The Daily Price Limit shall be determined from the following table, based on the settlement price of the lead month futures contract on the last business day of the preceding month:

Lead Month Settlement	Daily Limit (Index points)
0 - 20,000	2,000
20,005 - 30,000	3,000
30,005 and up	4,000

37803. SETTLEMENT PROCEDURES

Final settlement of the E-Mini FTSE/Xinhua China 25 Index futures contract shall be by cash settlement.

37803.A. Final Settlement Price

The final settlement price shall be the closing index level of the FTSE/Xinhua Index calculated by FTSE/Xinhua, rounded to the nearest 1/100th of an index point. This value shall be based on the official closing prices of the stocks at the Hong Kong Stock Exchange on the third Friday of the contract month.

If the Hong Kong Stock Exchange is not scheduled to be open for trading, or the FTSE/Xinhua China 25 Index is otherwise not scheduled to be published, on the third Friday of the contract month, the Final Settlement Price shall be determined on the first business day preceding the third Friday of the contract month for which the index is scheduled to be published.

If the Hong Kong Stock Exchange does not open on the day scheduled for determination of the Final Settlement Price due to unforeseen circumstances, then the prices of the stocks shall be determined on the official closing price of the FTSE/Xinhua China 25 Index on the next business day that the Hong Kong Stock Exchange is open for trading.

37803.B. Final Settlement

Clearing members holding open positions in an E-mini FTSE/Xinhua China 25 Index futures contract at the time of termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

37804. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

(Refer to Rule 701. – ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES)

37805.-06. [RESERVED]

(End Chapter 378)