

## Special Executive Report

---

S-7688

July 13, 2016

### **Initial Listing of Six (6) European-Style FX Option Contracts with 2 PM CT Fix and Amendment to Listing Schedule of Six (6) Existing American-Style FX Option Contracts**

Effective Sunday, August 7, 2016 for trade date Monday, August 8, 2016, and pending all relevant CFTC regulatory review periods, Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) shall list six (6) European-style Weekly, Monthly, and Quarterly Option Contracts (the “European-Style Option Contracts”) on the Australian Dollar/US Dollar (“AUD/USD”), British Pound/US Dollar (“GBP/USD”), Canadian Dollar/US Dollar (“CAD/USD”), Euro/US Dollar (“EUR/USD”), Japanese Yen/US Dollar (“JPY/USD”), and Swiss Franc/US Dollar (“CHF/USD”) futures contracts for trading on the CME trading floor and CME Globex and for submission for clearing through CME ClearPort. The European-Style Option Contracts will exercise into the nearest quarterly futures contract on the last trading day of the contract month based upon the 2:00 pm Central Time (“CT”) fix price of the underlying futures contract.

Appendix 1 provides the European-Style Option Contracts’ specifications.

Appendix 2 summarizes the calendar of new option expiry listings of the European-Style Option Contracts.

Appendix 3 provides the related Exchange fees for the European-Style Options Contracts.

Concurrent with the initial listing of the European-Style Option Contracts effective Sunday, August 7, 2016 for trade date Monday, August 8, 2016, CME will cease listing additional contract months for the existing American-style Weekly, Monthly, and Quarterly Option Contracts (the American-Style Option Contracts”) on the Australian Dollar/US Dollar (“AUD/USD”), British Pound/US Dollar (“GBP/USD”), Canadian Dollar/US Dollar (“CAD/USD”), Euro/US Dollar (“EUR/USD”), Japanese Yen/US Dollar (“JPY/USD”), and Swiss Franc/US Dollar (“CHF/USD”) futures contracts which are available for trading on the CME trading floor and CME Globex and for submission for clearing through CME ClearPort. The European-Style Option Contracts shall replace the existing American-Style Option Contracts. The last listed contract month of the American-Style Option Contracts will be based upon the June 2017 expiration. The Exchange will permanently delist the American-Style Option Contracts on June 9, 2017. The CFTC will be notified of the permanent delisting of the American-Style Option Contracts during the week of June 12, 2017 via the weekly notification procedures set forth in Part 40 of the CFTC Regulations.

Appendix 4 details the final option expiry calendar of the American-Style Option Contracts.

Please direct questions regarding this notice to:

#### **Asia**

Ravi Pandit +65 6593 5562

[Ravi.Pandit@cmegroup.com](mailto:Ravi.Pandit@cmegroup.com)

#### **Europe**

Paul Houston +44 20 3379 3355  
Will Patrick +44 20 3379 3721

[Paul.Houston@cmegroup.com](mailto:Paul.Houston@cmegroup.com)  
[Will.Patrick@cmegroup.com](mailto:Will.Patrick@cmegroup.com)

#### **U.S.**

Craig LeVeille +1 312 454 5301  
Simon Burnham +1 312 930 3426  
Kevin McMillin +1 312 930 8264

[Craig.LeVeille@cmegroup.com](mailto:Craig.LeVeille@cmegroup.com)  
[Simon.Burnham@cmegroup.com](mailto:Simon.Burnham@cmegroup.com)  
[Kevin.McMillin@cmegroup.com](mailto:Kevin.McMillin@cmegroup.com)

## Appendix 1

### New European-Style Options on the Six Major FX Futures Contracts with 2 PM CT Fix

	Australian Dollar/US Dollar Premium Quoted European Style Option – 2 PM Fix	British Pound/US Dollar Premium Quoted European Style Option – 2 PM Fix	Canadian Dollar/US Dollar Premium Quoted European Style Option – 2 PM Fix
Rulebook Chapter	Chapter 255A	Chapter 251A	Chapter 252A
CME Globex and Clearing Codes	Monthlies and Quarterlies: ADU	Monthlies and Quarterlies: GBU	Monthlies and Quarterlies: CAU
	Weeklies: 1AD-5AD	Weeklies: 1BP - 5BP	Weeklies: 1CD-5CD
Listing Schedule	Four months in the March quarterly cycle (March, June, September, December), 3 serial months, and 4 weeklies	Four months in the March quarterly cycle (March, June, September, December), 3 serial months, and 4 weeklies	Four months in the March quarterly cycle (March, June, September, December), 3 serial months, and 4 weeklies
Contract Size	One (1) Australian Dollar/US Dollar Futures (6A) for 100,000 Australian dollars	One (1) British Pound/US Dollar Futures (6B) for 62,500 British pounds	One (1) Canadian Dollar/US Dollar Futures (6C) for 100,000 Canadian dollars
Daily Settlement	2:00 pm CT	2:00 pm CT	2:00 pm CT
Exercise Style	European with automatic exercise on last trade date at 2 pm CT	European with automatic exercise on last trade date at 2 pm CT	European with automatic exercise on last trade date at 2 pm CT
Final Settlement Method	Physical-Exercise into nearest quarterly futures	Physical-Exercise into nearest quarterly futures	Physical-Exercise into nearest quarterly futures
Minimum Price Fluctuation	\$.0001 per Australian dollar increments (\$10.00/contract). Also, trades may occur at \$.00005 (\$5.00), \$.00015 (\$15.00), \$.00025 (\$25.00), \$.00035 (\$35.00) and \$.00045 (\$45.00), when price is below five ticks of premium.	\$.0001 per British pound increments (\$6.25/contract).	\$.0001 per Canadian dollar increments (\$10.00/contract). Also, trades may occur at \$.00005 (\$5.00), \$.00015 (\$15.00), \$.00025 (\$25.00), \$.00035 (\$35.00) and \$.00045 (\$45.00), when price is below five ticks of premium.
First Contract Listed	January 2017	January 2017	January 2017
Block Trade Minimum Threshold	250 contracts	250 contracts	250 contracts
Termination of Trading	Monthlies & Quarterlies: 2:00 pm CT on second Friday immediately preceding the third Wednesday of the contract month.	Monthlies & Quarterlies: 2:00 pm CT on second Friday immediately preceding the third Wednesday of the contract month.	Monthlies & Quarterlies: 2:00 pm CT on second Friday immediately preceding the third Wednesday of the contract month.
	Weeklies: 2:00 pm CT on Friday.	Weeklies: 2:00 pm CT on Friday.	Weeklies: 2:00 pm CT on Friday.
Strike Increments	\$0.005	\$0.005	\$0.005
CME Match Algorithm	FIFO	FIFO	FIFO

## Appendix 1 (continued)

### New European-Style Options on the Six Major FX Futures Contracts with 2 PM CT Fix

	Euro/US Dollar Premium Quoted European Style Option – 2 PM Fix	Japanese Yen/US Dollar Premium Quoted European Style Option – 2 PM Fix	Swiss Franc/US Dollar Premium Quoted European Style Option – 2 PM Fix
Rulebook Chapter	Chapter 261A	Chapter 253A	Chapter 254A
CME Globex and Clearing Codes	Monthlies and Quarterlies: EUU	Monthlies and Quarterlies: JPU	Monthlies and Quarterlies: CHU
	Weeklies: 1EU-5EU	Weeklies: 1JY-5JY	Weeklies: 1SF-5SF
Listing Schedule	Four months in the March quarterly cycle (March, June, September, December), 3 serial months, and 4 weeklies	Four months in the March quarterly cycle (March, June, September, December), 3 serial months, and 4 weeklies	Four months in the March quarterly cycle (March, June, September, December), 3 serial months, and 4 weeklies
Contract Size	One (1) Euro/US Dollar Futures (6E) for 125,000 euro	One (1) Japanese Yen/US Dollar Futures (6J) for 12,500,000 Japanese yen	One (1) Swiss Franc/US Dollar Futures (6S) for 125,000 Swiss francs
Daily Settlement	2:00 pm CT	2:00 pm CT	2:00 pm CT
European with automatic exercise on last trade date at 2 pm CT	European with automatic exercise on last trade date at 2 pm CT	European with automatic exercise on last trade date at 2 pm CT	European with automatic exercise on last trade date at 2 pm CT
Final Settlement Method	Physical-Exercise into nearest quarterly futures	Physical-Exercise into nearest quarterly futures	Physical-Exercise into nearest quarterly futures
Minimum Price Fluctuation	\$.0001 per euro increments (\$12.50/contract). Also, trades may occur at \$.00005 (\$6.25), \$.00015 (\$18.75), \$.00025 (\$31.25), \$.00035 (\$43.75), and \$.00045 (\$56.25), when price is below five ticks of premium.	\$.000001 per Japanese yen increments (\$12.50/contract). Also, trades may occur at \$.0000005 (\$6.25), \$.0000015 (\$18.75), \$.0000025 (\$31.25), \$.0000035 (\$43.75), \$.0000045 (\$56.25), when price is below five ticks of premium.	\$.0001 per Swiss franc increments (\$12.50/contract). Also, trades may occur at \$.00005 (\$6.25), \$.00015 (\$18.75), \$.00025 (\$31.25), \$.00035 (\$43.75), and \$.00045 (\$56.25), when price is below five ticks of premium.
First Contract Listed	January 2017	January 2017	January 2017
Block Trade Minimum Threshold	250 contracts	250 contracts	250 contracts
Termination of Trading	Monthlies & Quarterlies: 2:00 pm CT on second Friday immediately preceding the third Wednesday of the contract month.	Monthlies & Quarterlies: 2:00 pm CT on second Friday immediately preceding the third Wednesday of the contract month.	Monthlies & Quarterlies: 2:00 pm CT on second Friday immediately preceding the third Wednesday of the contract month.
	Weeklies: 2:00 pm CT on Friday.	Weeklies: 2:00 pm CT on Friday.	Weeklies: 2:00 pm CT on Friday.
Strike Increments	\$0.005	\$0.00005	\$0.005
CME Match Algorithm	FIFO	FIFO	FIFO

## Appendix 2

### Expiry Listing Calendar for New European-Style Options on the Six Major FX Futures Contracts with 2 PM CT Fix

Contract Month	W/M/Q	Underlying Futures Month	First Trade Date	Last Trade Date
201701	Monthly	201703	8/8/2016	1/6/2017
201609W3	Weekly	201612	8/15/2016	9/16/2016
201609W4	Weekly	201612	8/22/2016	9/23/2016
201609W5	Weekly	201612	8/29/2016	9/30/2016
201610W2	Weekly	201612	9/6/2016	10/14/2016
201709	Quarterly	201709	9/12/2016	9/8/2017
201610W3	Weekly	201612	9/19/2016	10/21/2016
201610W4	Weekly	201612	9/26/2016	10/28/2016
201611W2	Weekly	201612	10/3/2016	11/11/2016
201702	Monthly	201703	10/10/2016	2/3/2017
201611W3	Weekly	201612	10/17/2016	11/18/2016
201611W4	Weekly	201612	10/24/2016	11/25/2016
201612W1	Weekly	201612	10/31/2016	12/2/2016
201704	Monthly	201706	11/7/2016	4/7/2017
201612W3	Weekly	201703	11/14/2016	12/16/2016
201612W4	Weekly	201703	11/21/2016	12/23/2016
201612W5	Weekly	201703	11/28/2016	12/30/2016
201701W2	Weekly	201703	12/5/2016	1/13/2017
201712	Quarterly	201712	12/12/2016	12/8/2017
201803	Quarterly	201803	3/6/2017	3/9/2018
201806	Quarterly	201806	6/12/2017	6/8/2018

### Appendix 3

#### Trading and Clearing Fees for New European-Style Options on the Six Major FX Futures Contracts with 2 PM CT Fix

Membership Type	Venue/Transaction Type	Exchange Fee
Individual Members Clearing Members Rule 106.J Equity Member Firms & Rule 106.J Qualified Subsidiaries Rule 106.I Members & Rule 106.I Qualified Affiliates Rule 106.S Member Approved Funds	Open Outcry   Delivery	\$0.07
	CME Globex	\$0.32
	EFP   EFR   Block	\$1.07
	Exercise   Assign   Future From	\$0.12
Rule 106.D Lessees Rule 106.F Employees	Open Outcry   Delivery	\$0.27
	CME Globex	\$0.52
	EFP   EFR   Block	\$1.27
	Exercise   Assign   Future From	\$0.32
Rule 106.R Electronic Corporate Members <i>(For other than CME Globex – See Non-Members)</i>	CME Globex	\$0.44
Rule 106.H and 106.N Firms Clearing Non-Equity Member Firms	Open Outcry   Delivery	\$0.45
	CME Globex	\$0.44
	EFP   EFR   Block	\$1.45
	Exercise   Assign   Future From	\$0.50
International Incentive Program (IIP) Participants International Volume Incentive Program (IVIP) Participants <i>(For other than Globex - See Non-Members)</i>	CME Globex	\$0.54
Central Bank Incentive Program (CBIP) Participants Emerging Markets Bank Incentive Program (EMBIP) Participants Latin American Fund Manager Incentive Program (FMIP) Participants Latin American Commercial Incentive Program (LACIP) Participants Latin American Proprietary Trading Incentive Program (LAPTIP) Participants <i>(For other than Globex - See Non-Members)</i>	CME Globex	\$1.00
CTA/Hedge Fund Incentive Program Participants <i>(For other than Globex - See Non-Members)</i>	CME Globex	\$1.20
Members Trading Outside of Division <i>(For other than Globex During ETH - See Non-Members)</i>	CME Globex During ETH Only	\$0.85
Non-Members <i>(Including: CBOE Members)</i>	Open Outcry   Delivery	\$0.60
	CME Globex – Outrights	\$1.60
	CME Globex – Spreads	\$1.60
	EFP   EFR   Block	\$1.60
	Exercise   Assign   Future From	\$0.65

Other CME Processing Fees	Rate
106.D Lessee/106.H Brokerage	\$0.13
106.F Employee Brokerage	\$0.13
Floor / "New" Brokerage	\$0.04
Position Adjustments/Position Transfers	\$0.10
Give-Up Surcharge	\$0.05
Facilitation Fee	\$0.40

## Appendix 4

### Final Expiry Listing Calendar of Existing American-Style Options on the Six Major FX Futures Contracts with 2 PM CT Fix

Contract Month	W/M/Q	Underlying Futures Month	First Trade Date	Last Trade Date
201608W2	Weekly	201609	7/5/2016	8/12/2016
201608W3	Weekly	201609	7/18/2016	8/19/2016
201608W4	Weekly	201609	7/25/2016	8/26/2016
201609W1	Weekly	201609	8/1/2016	9/2/2016
201609	Quarterly	201609	9/8/2015	9/9/2016
201610	Monthly	201612	5/9/2016	10/7/2016
201611	Monthly	201612	7/11/2016	11/4/2016
201612	Quarterly	201612	12/7/2015	12/9/2016
201703	Quarterly	201703	3/7/2016	3/3/2017
201706	Quarterly	201706	6/6/2016	6/9/2017