



## Special Executive Report

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**DATE:** October 27, 2020

**SER#:** 8668

**SUBJECT: Increase of the Minimum Price Fluctuation of the Palladium Futures and Micro Palladium Futures Contracts**

Effective Sunday, December 6, 2020, for trade date Monday, December 7, 2020, and pending all relevant CFTC regulatory review periods, New York Mercantile Exchange, Inc. ("NYMEX" or "Exchange") will amend the Price Increments rules of the Palladium Futures and Micro Palladium Futures contracts (the "Contracts") to increase the minimum outright price fluctuation of the Contracts for trades executed on the CME Globex electronic trading platform ("CME Globex") and for transactions submitted for clearing on CME ClearPort as set forth in the table below.

| Contract Title          | CME Globex/<br>CME ClearPort Code | Rulebook Chapter | Current Minimum Price Fluctuation | Increased Minimum Price Fluctuation |
|-------------------------|-----------------------------------|------------------|-----------------------------------|-------------------------------------|
| Palladium Futures       | PA                                | 106              | \$0.10                            | \$0.50                              |
| Micro Palladium Futures | PAM                               | 118              | \$0.10                            | \$0.50                              |

The minimum price fluctuation in connection with implied spread functionality on CME Globex of the Contracts will remain unchanged at \$0.10. Daily and final settlement of the Contracts will remain at \$0.10. Additionally, the minimum price fluctuation for the Trading-at-Settlement (TAS) functionality will also remain at \$0.10 for the Palladium Futures Contract.

As a result of the increased minimum price fluctuation of the Contracts, the Exchange is implementing corresponding amendments to the NYMEX Rule 588.H. ("Globex Non-Reviewable Trading Ranges") table (the "Table") (collectively, the "Rule Amendments").

**To facilitate the change, it is requested that customers cancel all Good 'Till Cancel (GTC) and Good 'Till Date (GTD) orders of the Contract after the close on Friday, December 4, 2020. After 16:00 Central Time (CT) on Friday, December 4, 2020, all remaining Good 'Till (GT) orders for this future will be cancelled or deleted by the CME Global Command Center (GCC).**

The Rule Amendments are detailed in blackline format in Appendix A below.

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 +1.800.438.8616, in Europe at +44.800.898.013, in Asia at +65.6532.5010, or GCC@cmegroup.com.

Please refer additional questions on this subject to:

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**Appendix A**

**NYMEX Rulebook**

(additions underscored; deletions ~~struck through~~)

**Chapter 106**

**("Palladium Futures")**

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**106102. TRADING SPECIFICATIONS**

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**106102.C. Price Increments** The minimum price fluctuation shall be ~~ten~~ fifty cents (\$0.~~10~~ 50) per troy ounce for outright transactions and ten cents (\$0.10) for spread transactions and settlement. Prices shall be quoted in dollars and cents per troy ounce.

[Remainder of Rule Unchanged.]

**Chapter 118**

**("Micro Palladium Futures")**

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**118102. TRADING SPECIFICATIONS**

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**118102.C. Price Increments** The minimum price fluctuation shall be ~~ten~~ fifty cents (\$0.~~10~~ 50) per troy ounce for outright transactions and ten cents (\$0.10) for spread transactions and settlement. Prices shall be quoted in dollars and cents per troy ounce.

[Remainder of Rule Unchanged.]

**Chapter 5**

**("Trading Qualifications and Practices")**

**NYMEX Rule 588.H. ("Globex Non-Reviewable Trading Ranges") Table**

| Instrument              | Globex Symbol | Outrights                          |                    |                          | Spreads            |                                   |
|-------------------------|---------------|------------------------------------|--------------------|--------------------------|--------------------|-----------------------------------|
|                         |               | Globex Non-Reviewable Ranges (NRR) | NRR: Globex Format | NRR: Minimum Ticks       | NRR: Globex Format | NRR: Outright Minimum Ticks       |
| Palladium Futures       | PA            | \$30.00 per troy ounce             | 3000               | <del>300</del> <u>60</u> |                    | Each leg evaluated as an outright |
| Micro Palladium Futures | PAM           | \$30.00 per troy ounce             | 3000               | <del>300</del> <u>60</u> |                    | Each leg evaluated as an outright |