



Special Executive Report

DATE: July 19, 2022
SER#: 9026
SUBJECT: Amendments to the Strike Price Listing Schedule, Adoption of a Strike Price and Exercise Procedures Table for all CME and CBOT Equity Index Option Contracts and Subsequent Amendments to the At-the-Money (“ATM”) Exercise Procedure for all European-Style CME and CBOT Equity Index Option Contracts

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 strike price listing schedule, adopt a Strike Price and Exercise Procedures Table (the “Table”) for all CME and CBOT equity index option contracts (the “Contracts”), and implement subsequent amendments to the at-the-money (“ATM”) exercise procedure for all European-style CME and CBOT equity index option contracts as more specifically described below.

Specifically, the Exchanges will:

1. Amend Rule XXX. (“Options Characteristics”) to provide a net reduction in the strike listing schedules for most of the Contracts and migrate all strike listing rules in the Rule to the Table for all the Contracts as listed in Exhibit 1 and Exhibit 2 (which collectively represent all CME and CBOT equity index options contracts) effective Sunday, August 21, 2022 for trade date Monday, August 22, 2022; and
2. Amend Rule XXX. (“Exercise and Assignment”) and the Table for only CME and CBOT European-style equity index options contracts as reflected in Exhibit 1 and Exhibit 2 below to change the behavior of all listed European-style option exercise of Call options from “Abandon Calls” to “**Exercise** Calls” (inclusive of those options with open interest) effective Sunday, October 2, 2022 for trade date Monday, October 3, 2022 (collectively, the “Rule Amendments”).

Exhibit 1 – All CME Equity Index Option Contracts

Contract Title	CME Globex and CME ClearPort Code	Rulebook Chapter	Current ATM Procedure	Amended ATM Procedure (effective Oct. 3, 2022)
Quarterly Options on Yen Denominated Nikkei Stock Average Futures	NKW	352C	Abandon Calls/Abandon Puts	No change
Serial Options on Yen Denominated Nikkei Stock Average Futures	NKY	352C	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
American Options on Micro E-mini Standard and Poor’s 500 Stock Price Index Futures	MES	353A	Abandon Calls/Abandon Puts	No change
Options on Micro E-mini Standard and Poor’s 500 Stock Price Index Futures - End-of-Month (European-Style)	EX	353A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts

Weekly Options on Micro E-mini Standard and Poor's 500 Stock Price Index Futures - Weeks 1-4 (European-Style)	EX1-EX4	353A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
American Options on E-mini Standard and Poor's 500 Stock Price Index Futures	ES	358A	Abandon Calls/Abandon Puts	No change
Monday Weekly Options on E-mini Standard and Poor's 500 Stock Price Index Futures - Weeks 1-5 (European-Style)	E1A-E5A	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Tuesday Weekly Options on E-mini Standard and Poor's 500 Stock Price Index Futures - Week 1 (European-Style)	E1B-E5B	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Wednesday Weekly Options on E-mini Standard and Poor's 500 Stock Price Index Futures - Week 1 (European-Style)	E1C-E5C	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Thursday Weekly Options on E-mini Standard and Poor's 500 Stock Price Index Futures - Week 1 (European-Style)	E1D-E5D	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Options on E-mini Standard and Poor's 500 Stock Price Index Futures - End-of-Month (European-Style)	EW	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Weekly Options on E-mini Standard and Poor's 500 Stock Price Index Futures - Weeks 1-4 (European-Style)	EW1-EW4	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Options on E-mini Standard and Poor's 500 Stock Price Index Futures - Quarterly PM (European-Style)	EYC	358A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Standard Options on E-mini Nasdaq 100 Index Futures	NQ	359A	Abandon Calls/Abandon Puts	No change
Monday Weekly Options on E-mini Nasdaq-100 Index Futures - Weeks 1-5 (European-Style)	Q1A-Q5A	359A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Wednesday Weekly Options on E-mini Nasdaq-100 Index Futures - Weeks 1-5 (European-Style)	Q1C-Q5C	359A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Weekly Options on E-mini Nasdaq-100 Index Futures - Weeks 1-4 (European-Style)	QN1-QN4	359A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts
Options on E-mini Nasdaq-100 Index Futures - End-of-Month (European-Style)	QNE	359A	Abandon Calls/Abandon Puts	<u>Exercise</u> Calls/Abandon Puts

American Options on Micro E-mini Nasdaq-100 Index Futures	MNQ	361A	Abandon Calls/Abandon Puts	No change
Weekly Options on Micro E-mini Nasdaq-100 Index Futures - Weeks 1-4 (European-Style)	MQ1-MQ4	361A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
Options on Micro E-mini Nasdaq-100 Index Futures - End-of-Month (European-Style)	MQE	361A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
Options on E-mini Standard & Poor's MidCap 400 Stock Price Index Futures	EMD/ME	362A	Abandon Calls/Abandon Puts	No change
European Style E-mini® S&P400 Weekly Options	ME3	362A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
Options on E-mini S&P SmallCap 600 Stock Price Index Futures	SMC	368A	Abandon Calls/Abandon Puts	No change
American Options on E-mini Russell 2000 Index Futures	RTO	393A	Abandon Calls/Abandon Puts	No change
Monday Weekly Options on E-mini® Russell 2000® Index Futures - Weeks 1-5 (European-Style)	R1A-R5A	393A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
Wednesday Weekly Options on E-mini® Russell 2000® Index Futures - Weeks 1-5 (European-Style)	R1C-R5C	393A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
Weekly Options on E-mini® Russell 2000® Index Futures - Weeks 1-4	R1E-R4E	393A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
Options on E-mini® Russell 2000® Index Futures - End-of-Month	RTM	393A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts

Exhibit 2 - All CBOT Equity Index Option Contracts

Contract Title	CME Globex and CME ClearPort Code	Rulebook Chapter	Current ATM Procedure	Amended ATM Procedure (effective Oct. 3, 2022)
Standard Options on CBOT E-mini Dow Jones Industrial Average Index Futures (\$5 Multiplier)	OYM/YM	27A	Abandon Calls/Abandon Puts	No change
CBOT E-mini Dow Jones Industrial Average Index (\$5 Multiplier) End-of-Month Option	EYM	27A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts
CBOT E-mini Dow Jones Industrial Average Index (\$5 Multiplier) Weekly Option - Weeks 1-4	YM1-YM4	27A	Abandon Calls/Abandon Puts	Exercise Calls/Abandon Puts

The relevant CME and CBOT product Rulebook chapters effective both August 22, 2022 and October 3, 2022 may be viewed in blackline format [HERE](#). The current Table, the Table effective August 22, 2022, and the Table, effective October 3, 2022, may be viewed [HERE](#).

Please refer questions on this subject to:

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