



Special Executive Report

DATE: July 12, 2016

SER#: 7699

SUBJECT: Reduction of Minimum Price Fluctuation for Henry Hub Natural Gas Inter-Commodity Options Spread for Trading on the CME Globex Electronic Platform

Effective Sunday, September 11, 2016 for trade date Monday, September 12, 2016, New York Mercantile Exchange, Inc. (“NYMEX” or “Exchange”) will reduce the minimum price fluctuation of natural gas inter-commodity options spreads for trading on CME Globex from \$ 0.001 per MMBtu to \$ 0.0001 per MMBtu. The rule amendments are administrative in nature and will not have an impact on the minimum price fluctuation of the underlying natural gas options products. It should be noted that the minimum price fluctuation for submission for clearing of these inter-commodity futures spreads through CME ClearPort shall remain unchanged.

The affected inter-commodity futures spreads which are being amended and the underlying outrights are as follows:

Spread	Underlying Outright Contracts
ON:LN	Henry Hub Natural Gas Option (Rule Chapter 370, Product Code ON) Henry Hub Natural Gas European Financial Option (Rule Chapter 560, Product Code LN)

Appendix 1 provides the rulebook chapter amendments in blackline format.

The Commodity Futures Trading Commission (“CFTC”) will be notified of the amendments during the week of September 19, 2016, via the weekly notification procedures set forth in Part 40 of the CFTC Regulations.

Please refer questions on this subject to:

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NYMEX RULEBOOK
(**Bold underline** indicates addition)

Chapter 370 (Product code ON)
Henry Hub Natural Gas Option

370.06 PRICES IN HENRY HUB NATURAL GAS OPTIONS

Prices shall be quoted in dollars and cents per million British thermal units (MMBtu) and prices shall be in multiples of \$.001 per MMBtu. A cabinet trade may occur at a price of \$.0001 per MMBtu. **Trades may also occur in multiples of \$ 0.0001 per MMBtu for Henry Hub Natural Gas Option inter-commodity spreads executed as a user-defined spread on GLOBEX® pursuant to Rule 542.F.**

Chapter 560 (Product code LN)
Henry Hub Natural Gas European Financial Option

560.04 PRICES

Prices shall be quoted in dollars and hundredths of cents per MMBtu. A cabinet trade may occur at the price of \$.0001 per MMBtu or \$1.00, however, if it results in the liquidation of positions of both parties to the trade. The minimum price fluctuation shall be \$0.0001 per MMBtu for transactions submitted through CME ClearPort or trades executed via open outcry. The minimum price fluctuation shall be \$0.001 per MMBtu for trades executed on CME Globex. **Trades may also occur in multiples of \$ 0.0001 per MMBtu for Henry Hub Natural Gas European Financial Option inter-commodity spreads executed as a user-defined spread on GLOBEX® pursuant to Rule 542.F.**