

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

ADVISORY #: 19-001

Date: January 03, 2019

SUBJECT: Product Modification Summary for Clearing Firms, Bookkeeping Software Providers, ISVs

Effective Sunday, January 13, 2019, for trade date Monday, January 14, 2019, Chicago Mercantile Exchange Inc. ("CME") will amend the exercise price listing rules (Strike Listing Rules) of select Options on E-mini Nasdaq-100 Index® Futures ("NQ options") and Options on E-mini Russell 2000 Index® Futures ("RTY options") on CME Globex and for submission for clearing on CME ClearPort. Details are in the table below.

Globex Code / Clearing Code	Product	Current Strike Price Listing Rule	New Strike Price Listing Rule
NQ/NQ	E-mini Nasdaq-100 Quarterly Options	At all multiples of 10 index points within $\pm 30\%$ of Exercise Price Reference, centered on previous day's settlement price of the underlying futures	At all multiples of 100 index points within -50% to +30% of previous day's settlement price of the underlying futures.
			At all multiples of 10 index points within -20% to +10% of previous day's settlement price of the underlying futures for the <u>nearest quarterly expiry</u>
QNE/ QN	E-mini Nasdaq-100 End of the Month Options		At all multiples of 100 index points within -50% to +30% of previous day's settlement price of the underlying futures.
			At all multiples of 10 index points within -20% to +10% of previous day's settlement price of the

			underlying futures for the <u>nearest Three (3) expiry months</u>
QN3/QN3	E-mini Nasdaq-100 Serial Friday Weekly Options	At all multiples of 10 index points within $\pm 30\%$ of Exercise Price Reference, centered on previous day's settlement price of the underlying futures	At all multiples of 100 index points within -50% to +30% of previous day's settlement price of the underlying futures. At all multiples of 10 index points within -20% to +10% of previous day's settlement price of the underlying futures.
QN1, QN2, QN4/ QN1, QN2, QN4	E-mini Nasdaq-100 Weekly Options (Weeks 1, 2, and 4)		At all multiples of 10 index points within -20% to +10% of previous day's settlement price of the underlying futures.
R1E, R2E, R4E/ R1E, R2E, R4E	E-mini Russell-2000 Weekly Options (Weeks 1, 2, and 4)	Same strikes as the nearest Quarterly expiry	At all multiples of 5 index points within -25% to +10% of previous day's settlement price of the underlying futures.

Effective Sunday, January 13, 2019, for trade date Monday, January 14, 2019 for the E-mini Nasdaq-100 option complex, there will be a one-time elimination of strikes above a certain threshold and below another threshold as will be describe below.

Individual strikes will be delisted that (i) would not have been listed by the new rules and (ii) have no open interest in the calls and no open interest in the puts and (iii) are greater than the upper threshold or lesser than the lower threshold as laid out in the following table:

	Expiration Month	Upper Threshold	Lower Threshold
JUN Q's	NQM9	plus 1000	minus 1500
MAR EOM	QNEH9	plus 1000	minus 1500
APR EOM	NQM9	plus 1000	minus 1500
SEP Q's	NQU9	plus 500	minus 500
DEC Q's	NQZ9	plus 500	minus 500

Please refer to Special Executive Report (SER) dated January 03, 2019 at the link below for additional details.

<https://www.cmegroup.com/content/dam/cmegroup/notices/ser/2019/01/SER-8306.pdf>

Information Contacts		
General Information	Products & Services	(312) 930-1000
	Clearing House	(312) 207-2525
Globex Information	Global Command Center	(800) 438-8616
Performance Bond Information	Risk Management Dept.	(312) 648-3888
Position Limits	Market Regulation	(312) 341-7970
Clearing Fees	Clearing Fee Hotline	(312) 648-5470

Regards,
CME Clearing