



## Clearing Advisory Notice

DATE: May 28, 2020

TO: Clearing Member Firms

FROM: CME Clearing

ADVISORY #: 20-213

SUBJECT: **Transfer of Eight (8) NYMEX Metals Futures and Option Contracts to COMEX – Effective date July 13, 2020**

CME Clearing previously published advisories described the plan, pending all CFTC regulatory review periods, for New York Mercantile Exchange, Inc. (“NYMEX”) and Commodity Exchange, Inc. (“COMEX”) (collectively, the “Exchanges”) to transfer the listing of eight (8) metals futures and option contracts (the “Contracts”), set forth in the table below, from NYMEX to COMEX. The transfer will now be effective with the opening of trading on Sunday, July 12, 2020, for Trade Date Monday, July 13, 2020.

Contract Title	CME Globex/ CME ClearPort Code	Rulebook Chapter
U.S. Midwest #1 Busheling Ferrous Scrap (AMM) Futures	BUS	601
Iron Ore 62% Fe, CFR China (TSI) Average Price Option	ICT	644
HMS 80/20 Ferrous Scrap, CFR Turkey (Platts TSI) Futures	FSF	867
Iron Ore 62% Fe, CFR China (TSI) Futures	TIO	919
U.S. Midwest Domestic Hot-Rolled Coil Steel (CRU) Index Futures	HRC/HR	920
UxC Uranium U3O8 Futures	UX	970
U.S. Midwest Domestic Hot-Rolled Coil Steel (CRU) Index Average Price Option	HRO	1095
Iron Ore 58% Fe, Low Alumina, CFR China (TSI) Futures	TIC	1107

The transfer of the open interest of the Contracts will be administrative in nature as there will be no impact on trading or to the economic value of the Contracts. The Contracts will continue to clear at CME Clearing.

Special Executive Report 8535, published on May 22, 2020, at:

<https://www.cmegroup.com/content/dam/cmegroup/notices/ser/2020/05/SER-8535RRR.pdf>

CME Globex and STP Notices, published on May 21, 2020, at:

<https://www.cmegroup.com/notices/electronic-trading/2020/05/20200518.html#trnfer>

<https://www.cmegroup.com/notices/stp/2020/05/20200521.html#pageNumber=1>

Clearing Advisory 20-06R – revised Product Modification Summary, published February 7, 2020, at:

<https://www.cmegroup.com/content/dam/cmegroup/notices/clearing/2020/02/Chadv20-006R.pdf>

The following table provides a summary of the clearing product codes, their old and new exchange codes, their old and new SPAN® combined commodity codes, their contract value factors, and their legacy-format (SPAN PA2 and Settlement Price Files) settlement price and strike price decimal locators. Note that all products – both the futures and the options – are cash-settled.

Clearing Product Code	Product Type	Underlying Product Code	Existing Exchange	Existing SPAN Combined Commodity	New Exchange	New SPAN Combined Commodity	Contract Value Factor	Settlement Price Decimal Locator	Strike Price Decimal Locator
BUS	FUT	-	NYMEX	NY-BUS	COMEX	CX-BUS	20	2	-
ICT	OOF	TIO	NYMEX	NY-TIO	COMEX	CX-TIO	500	2	2
FSF	FUT	-	NYMEX	NY-FSF	COMEX	CX-FSF	10	2	-
TIO	FUT	-	NYMEX	NY-TIO	COMEX	CX-TIO	500	2	-
HR	FUT	-	NYMEX	NY-HR	COMEX	CX-HR	20	2	-
UX	FUT	-	NYMEX	NY-UX	COMEX	CX-UX	250	2	-
HRO	OOF	HR	NYMEX	NY-HR	COMEX	CX-HR	20	2	2
TIC	FUT	-	NYMEX	NY-TIC	COMEX	CX-TIC	500	2	-

The conversion will be accomplished by the automated creation of transfer transactions, which will offset positions in the NYMEX contracts and create them in the identical COMEX contracts. Futures transfers will be posted at the final settlement price from the Friday preceding the conversion, and option transfers will be posted at zero price.

Transfers will be posted into the clearing cycle for the Monday effective date, during mid-afternoon on the preceding Sunday, prior to the opening of trading on Globex.

There will be no fee associated with these transfers, which will be denoted in the usual manner by the inclusion of TrnsfRsn="P" on the FIXML transfer confirmation messages. As with any CME-generated transfer transaction, Firms may elect to load these to books, or ignore them, as may be convenient. The Account ID on these transfers will be provided as NYMTOCMX. Firms desiring to receive specific client account ID's on the transfer messages may provide CME Clearing with a file showing the breakdown of positions by client.

In the end-of-day SPAN® files and settlement price files published on the Monday effective date, contracts will be provided under both the NYMEX and COMEX exchanges. Firms should submit PCS and CGM data for these as COMEX contracts on that Monday. Any data submitted for these contracts that evening as NYMEX contracts will be ignored, and the clearing system will automatically create a PCS submission of "zero final" for the NYMEX contracts, to ensure that the positions existing at end of day on the preceding Friday are completely offset.

On that Friday preceding the conversion, firms should ensure that all give-up and allocation processing is complete for the affected NYMEX contracts, prior to the normal 7:00 pm Chicago time deadline. Any unclaimed allocations will be purged from the system after that time.

For more information please contact CME Clearing at [ccs@cmegroup.com](mailto:ccs@cmegroup.com) or via phone at Chicago (312) 207 2525 | London (44) 203 379 3198 | Singapore (65) 6593 5591.