

TO: Clearing Member Firms; Back Office Managers

FROM: CME Clearing

DATE: June 22, 2022

ADVISORY #: 22-239

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

Effective Sunday, July 17, 2022, for trade date Monday, July 18, 2022, the Commodity Exchange (COMEX or EXCHANGE) will amend the strike price interval and number of pre-listed strike prices for U.S. Midwest Domestic Hot-Rolled Coil Steel (CRU) Index Average Price Option (Clearing Code HRO/Globex Code HRO). Specifically, the strike price interval changes from \$5.00 to \$25.00 and the number of pre-listed strike prices changes from 30 strikes above and below the at-the-money strike to 12 strikes above and below the at-the-money strike on CME Globex and for submission for clearing on CME ClearPort.

Code Clearing / Globex	Title	Current Strike Listing Rule	New Strike Listing Rule (as of 7/18/22)
HRO / HRO	U.S. Midwest Domestic Hot-Rolled Coil Steel (CRU) Index Average Price Option	Minimum 30 strikes at \$5.00 per ton strike increment above and below the at-the-money strike plus dynamic strikes at \$5.00 per ton strike increment above and below the highest and lowest pre-listed strikes for the nearest 24 months. Dynamic strikes only for months 25+ at \$5.00 per ton strike increment.	Minimum 12 strikes at \$25.00 per ton strike increment above and below the at-the-money strike plus dynamic strikes at \$5.00 per ton strike increment for the nearest 24 months. Dynamic strikes only at \$5.00 per ton strike increment for months 25+.

Information Contacts		
General Information	Products & Services	(312) 930-1000
Operations Information	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