



## Special Executive Report

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**DATE:** January 2, 2019

**SER#:** 8294R

**SUBJECT: Administrative Amendments to the UxC Uranium U3O8 Futures Contract**

Please be reminded effective Monday, January 7, 2019 New York Mercantile Exchange, Inc. ("NYMEX" or "Exchange") will implement administrative amendments to the UxC Uranium U3O8 Futures contract (Rulebook Chapter 970; CME Globex/CME ClearPort Code: UX) (the "Contract").

Specifically, the Exchange will: (1) amend the official index provider name from Ux Consulting Company, LLC to UxC, LLC; (2) harmonize the product rulebook chapter to reflect the standard language and format of the NYMEX rulebook; and (3) insert the index provider disclaimer rule in NYMEX/COMEX Chapter iv. ("Disclaimers") (collectively, the "Rule Amendments"). Exhibit A below provides the Rule Amendments in blackline format.

It is important to note that the Rule Amendments are non-substantive and administrative in nature and will, **in no manner**, impact the structure or value of the Contract.

The Commodity Futures Trading Commission ("CFTC") will be notified of the aforementioned, administrative amendments during the week of January 14, 2019, via the weekly notification procedures set forth in Part 40 of the CFTC Regulations.

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### **Exhibit A NYMEX Rulebook**

(additions are underscored; deletions are ~~struckthrough~~)

#### **~~Chapter 970~~ UxC Uranium U3O8 Futures**

##### **~~970.01 SCOPE~~**

~~The provisions of these rules shall apply to all contracts bought or sold on the Exchange for cash settlement based on the Floating Price.~~

##### **~~970.02 FLOATING PRICE~~**

The Floating Price for each contract month will be the month-end spot  $U_3O_8$  price published in Ux Weekly for the contract month by Ux Consulting Company, LLC (UxC). For settlement of this contract, the month-end spot price provided by UxC will be considered final on the payment date stated in Rule 970.08 and will not be subject to any further adjustment.

### **970.03 CONTRACT QUANTITY**

The contract quantity shall be 250 pounds of  $U_3O_8$  for the contract month.

### **970.04 CONTRACT MONTHS**

Trading shall be conducted in contracts in such months as shall be determined by the Board of Directors.

### **970.05 PRICES AND FLUCTUATIONS**

Prices shall be quoted in U.S. dollars and cents per pound of  $U_3O_8$ . The minimum price fluctuation shall be \$0.05 per pound. There shall be no maximum price fluctuation.

### **970.06 TERMINATION OF TRADING**

Trading in an expiring contract month shall cease as of 2:30 p.m. New York time (or such other time as may be established for the close of the Regular Trading Hours session on the NYMEX trading floor) on the last Monday of the contract month that is a business day. If the last Monday in the contract month is not a business day, trading shall cease on the last business day prior to the Monday which is not a business day.

### **970.07 FINAL SETTLEMENT**

Delivery under the contract shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the Floating Price. The final settlement price will be the Floating Price as defined in Rule 970.02.

### **970.07A DAILY SETTLEMENT PRICE**

Settlement prices for days other than that which is addressed in Rule 970.07 shall be established pursuant to this rule and shall be determined by the President's designee. For purposes of this rule, the President's designee shall refer to Exchange staff from various Exchange departments assigned to this responsibility (hereafter "Staff"). Staff shall determine such prices by considering market information deemed to be appropriate, and such information may include, but is not limited to:

- (1) trading activity on GLOBEX;
- (2) price data obtained from a cross-section of over-the-counter ("OTC") brokers collectively representing both buyers and sellers in OTC markets;
- (3) price data obtained from OTC market participants, considering both buyers and sellers in such markets;
- (4) price data from other sources deemed to be reliable and accurate; and
- (5) other relevant data and information.

### **970.08 PAYMENT DATE**

The payment date shall be ten business days following each contract month.

### **970.10 DISCLAIMER**

The Ux Consulting Company, LLC (UxC) licenses the New York Mercantile Exchange, Inc. ("NYMEX") to use various UxC prices in connection with the trading of the contracts.

NEITHER NYMEX NOR UX CONSULTING COMPANY, LLC GUARANTEES THE ACCURACY AND/OR COMPLETENESS OF THE INDEX OR ANY OF THE DATA INCLUDED THEREIN.

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## **Chapter 970**

### **UxC Uranium U3O8 Futures**

#### **970100. SCOPE OF CHAPTER**

The provisions of these rules shall apply to all futures contracts bought or sold on the Exchange for cash settlement based on the Floating Price. The procedures for trading, clearing and cash settlement of this contract, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

#### **970101. CONTRACT SPECIFICATIONS**

The Floating Price for each contract month will be the month-end spot U3O8 price published in Ux Weekly for the contract month by UxC, LLC. The procedures for trading, clearing and cash settlement of this contract, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

#### **970102. TRADING SPECIFICATIONS**

The number of months open for trading at a given time shall be determined by the Exchange.

##### **970102.A. Trading Schedule**

The hours of trading for this contract shall be determined by the Exchange.

##### **970102.B. Trading Unit**

The contract quantity shall be 250 pounds. Each contract shall be valued as the contract quantity (250) multiplied by the settlement price.

##### **970102.C. Price Increments**

Prices shall be quoted in U.S. dollars and cents per pound. The minimum price fluctuation shall be \$0.05 per pound.

##### **970102.D. Position Limits and Position Accountability**

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits

##### **970102.E. Termination of Trading**

Trading shall terminate on the last Monday of the contract month that is a business day.

#### **970103. FINAL SETTLEMENT**

Final settlement under the contract shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the Floating Price. The final settlement price will be the Floating Price calculated for each contract month.

#### **970104. DISCLAIMER**

See [NYMEX/COMEX Chapter iv. \("DISCLAIMERS"\)](#) incorporated herein by reference.

**NYMEX/COMEX Rulebook**  
**Chapter iv.**  
**("Disclaimers")**

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