



CME Group

Special Executive Report

DATE: December 14, 2020

SER#: 8693

SUBJECT: Reduction of Minimum Price Increment of the Quarterly IMM and MPC SONIA Futures Contracts

Effective Sunday, January 24, 2021, for trade date Monday, January 25, 2021, Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) shall reduce the minimum price increments (“MPI”) of the Quarterly IMM Futures and MPC SONIA Futures contracts (the “Contracts”) for trades executed on the CME Globex electronic trading platform (“CME Globex”) and for transactions submitted for clearing via CME ClearPort as noted in the table below.

Contract Title	Commodity Code	Current Minimum Price Increment	Reduced Minimum Price Increment
Quarterly IMM SONIA Futures	SON	0.0025 front month 0.0050 all others	0.0025 all months
MPC Sonia Futures	MPC	0.0025 front month 0.0050 all others	0.0025 all months

Specifically, the Exchange will amend Rules 47002.C. and 47102.C. (“Price Basis and Minimum Price Increments”) to reduce the Contracts’ MPI for all contract months from 0.005 Index points to 0.0025 Index points, equal to £6.25 per contract (collectively, the “Rule Amendments”).

The Commodity Futures Trading Commission (CFTC) will be notified of the Rule Amendments during the week of February 1, 2021 via the weekly notification procedures set forth in Part 40 of the CFTC Regulations.

The Rule Amendments are provided in Appendix A below with additions underscored and deletions ~~struck through~~.

Please refer questions regarding this matter to:

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Appendix A

CME Rulebook

(additions underscored; deletions ~~struck through~~)

Chapter 470

Quarterly IMM SONIA Futures

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47002. TRADING SPECIFICATIONS

47002.C. Price Basis and Minimum Price Increments

For a contract for a given delivery month, prices shall be quoted and made in terms of the contract IMM Index ("Index"), 100.0000 minus compounded daily SONIA interest during the contract Reference Quarter, as specified in Rule 47002.B.

Example: Where the value of such compounded daily SONIA is 2.055 percent per annum, it shall be quoted as an Index value of 97.9450.

The minimum price fluctuation shall be ~~0.005 Index points, equal to £12.50 per contract, provided that the~~ minimum price fluctuation shall be 0.0025 Index points, equal to £6.25 per contract, for any contract with four months or less until its termination of trading (Rule 47002.G.), where the applicable four month interval shall be defined so as to begin on, and to include, either (i) the Monday before the third ~~Wednesday~~ of the fourth month preceding the month in which trading in such contract terminates, if such Monday is a Business Day, or (ii) the Business Day next following such Monday, if such Monday is not a Business Day.

[Reminder of Rule Unchanged.]

Chapter 471

MPC SONIA Futures

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47102. TRADING SPECIFICATIONS

47102.C. Price Basis and Minimum Price Increments

For a contract for a given delivery month, prices shall be quoted and made in terms of the contract IMM Index ("Index"), 100.0000 minus compounded daily SONIA interest during the contract Reference Interval, as specified in Rule 47102.B.

Example: Where the value of such compounded daily SONIA is 2.055 percent per annum, it shall be quoted as an Index value of 97.9450.

The minimum price fluctuation shall be ~~0.005 Index points, equal to £12.50 per contract, provided that for any contract the~~ minimum price fluctuation shall be 0.0025 Index points, equal to £6.25 per contract, as of either (i) the Monday first preceding the date on which such contract's Reference Interval commences, if such Monday is a Business Day, or (ii) the Business Day next following such Monday, if such Monday is not a Business Day.

[Reminder of Rule Unchanged.]