CME Group

# Special Executive Report

**DATE:** **July 13, 2021**

**SER#:** **8815**

**SUBJECT:** **Initial Listing of Three-Month Bloomberg Short-Term Bank Yield Index (BSBY) Futures Contract**

Effective Sunday, August 22, 2021, for trade date Monday, August 23, 2021, and pending all relevant CFTC regulatory review periods, the Chicago Mercantile Exchange Inc. ("CME" or "Exchange") will list the Three-Month Bloomberg Short-Term Bank Yield Index (BSBY) Futures contract (the "Contract") for trading on the CME Globex electronic trading platform ("CME Globex") and for submission for clearing on CME ClearPort.

| Contract Title | Commodity Code | Rulebook Chapter |
|---|---|---|
| Three-Month Bloomberg Short-Term Bank Yield Index (BSBY) Futures | BSB | 454 |

Exhibit 1 summarizes specifications for the Contract. Applicable Exchange fees are shown in Exhibit 2.

Inquiries regarding this matter may be directed to:


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**Exhibit 1 -- Contract Specifications**

| | |
|---|---|
| **Trading Unit** | Interest based on the U.S. dollar, three-month tenor, Bloomberg Short-Term Bank Yield Index such that each basis point per annum of interest = $25 USD per contract. |
| **Price Basis** | Contract-grade IMM Index: 100 minus R where:<br>R = Three-month U.S. dollar BSBY Index value for the second New York business day immediately preceding the third Wednesday of the contract's named month of delivery.<br><br>Example: Contract price of 97.2800 IMM Index points signifies R = 2.7200 percent per annum. |
| **Contract Size** | $2500 x contract-grade IMM Index |
| **Minimum Price Increment** | Nearest expiring contract month: 0.0025 IMM Index points (0.25 basis point per annum) equal to $6.25 per contract<br><br>All other expiring contract months: 0.005 IMM Index points (0.5 basis point per annum) equal to $12.50 per contract |
| **Listing Schedule** | 20 consecutive IMM months<br>Initial listed month: September 2021 |
| **Termination of Trading** | Termination of Trading: 8.00 am New York time on the second New York business day immediately preceding the third Wednesday of the contract's names month of delivery. |
| **Delivery** | By cash settlement in USD, by reference to Final Settlement Price, on last day of trading.<br><br>**Final Settlement Price**: Contract-grade IMM Index 100 minus R where:<br><br>R = Three-month U.S. dollar BSBY Index value for the second New York business day immediately preceding the third Wednesday of the contract's named month of delivery. |
| **Trading and Clearing Hours** | **CME Globex**: Sunday - Friday 5:00 p.m.-4:00 p.m. Central Time (CT) with a 60-minute break each day beginning at 4:00 p.m. CT<br><br>**CME Globex Pre-Open**: Sunday: 4:00 p.m.-5:00 p.m. CT<br>Monday-Thursday: 4:45 p.m.- 5:00 p.m. CT<br><br>**CME ClearPort**: Sunday 5:00 p.m. - Friday 5:45 p.m. CT with a 15-minute break each day beginning at 5:45 p.m. CT |
| **Position Reporting and Accountability** | Reporting Level: 850 contracts<br><br>Accountability Threshold: 10,000 contracts |
| **Block Trade Minimum** | 100 contracts<br><br>reporting window: 5 minutes RTH / 15 minutes ATH and ETH |
| **CME Globex Matching Algorithm** | A-Allocation |
| **Commodity Code** | BSB |

## *Exhibit 2 – Exchange Fees*

| Fees are charged per side (both buy and sell side) per contract. | Venue/Transaction Type | Interest Rate Futures Front Months | Interest Rate Futures Back Months[1] |
|---|---|---|---|
| Individual Members<br>Clearing Equity Member Firms<br>Rule 106.J Equity Member Firms & Rule 106.J Qualified Subsidiaries<br>Rule 106.I Member Firms & Rule 106.I Qualified Affiliates<br>Rule 106.S Member Approved Funds | Delivery | $0.09 | |
| | CME Globex | $0.19 | $0.14 |
| | EFP\|EFR\|Block | $0.29 | $0.24 |
| Rule 106.D Lessees<br>Rule 106.F Employees | Delivery | $0.30 | |
| | CME Globex | $0.37 | $0.32 |
| | EFP\|EFR\|Block | $0.50 | $0.45 |
| Rule 106.R Electronic Corporate Member<br>(For other than CME Globex\|EFP\|EFR\|Block - See Non-Members) | CME Globex | $0.49 | $0.44 |
| | EFP\|EFR\|Block | $0.90 | $0.85 |
| Rule 106.H and 106.N Firms<br>Clearing Non-Equity Member Firms | Delivery | $0.49 | |
| | CME Globex | $0.49 | $0.44 |
| | EFP\|EFR\|Block | $0.69 | $0.64 |
| International Incentive Program (IIP) Participants<br>International Volume Incentive Program (IVIP) Participants | Delivery | $0.50 | |
| | CME Globex | $0.50 | |
| | EFP\|EFR\|Block | $1.35 | $1.05 |
| Central Bank Incentive Program (CBIP) Participants<br>Latin American Fund Manager Incentive Program (FMIP) Participants | Delivery | $0.70 | |
| | CME Globex | $0.75 | |
| | EFP\|EFR\|Block | $1.35 | $1.05 |
| Members Trading Outside of Division<br>(For other than CME Globex During ETH - See Non-Members) | Globex - During ETH Only | $0.80 | $0.75 |
| Non-Members<br>(Including: CTA/Hedge Fund Incentive Program Participants, Emerging Markets Bank Incentive Program (EMBIP) Participants & CBOE Members) | Delivery | $0.70 | |
| | CME Globex | $1.25 | $0.95 |
| | Globex - Bundles | $0.80 | |
| | EFP\|EFR\|Block | $1.35 | $1.05 |

1. Back Month fee applies to Interest Rate Futures contracts with longer than 4-years to expiry (Golds).

| Processing Fees | Fee |
|---|---|
| 106.D Lessee/106.H Brokerage | $0.13 |
| 106.F Employee Brokerage | $0.13 |
| Floor / "New" Brokerage | $0.04 |
| Position Adjustment/Position Transfer | $0.10 |
| Give-Up Surcharge | $0.05 |