



Special Executive Report

DATE: September 5, 2023

SER#: 9250

SUBJECT: Reduction of the Dynamically-Listed Strike Price Increment for Monthly and Weekly Friday Mexican Peso/U.S. Dollar (MXN/USD) Options Contracts and Brazilian Real/U.S. Dollar (BRL/USD) Options Contracts

Effective Sunday, October 22, 2023 for trade date Monday, October 23, 2023, Chicago Mercantile Exchange Inc. ("CME" or "Exchange") will amend Rule 256A01.J.4. ("Dynamically-Listed Exercise Prices") of the Monthly and Weekly Friday Mexican Peso/U.S. Dollar (MXN/USD) options contracts and Rule 257A01.J. (Exercise Prices) of the Monthly and Weekly Friday Brazilian Real/U.S. Dollar (BRL/USD) options contracts (the "Contracts") to reduce the dynamically-listed strike increment of the Contracts for trading on the CME Globex electronic trading platform ("CME Globex") and for submission of clearing via CME ClearPort.

CME Globex / CME ClearPort Code	Contract Title	Rulebook Chapter	Current Dynamic Strike Price Increment	Reduced Dynamic Strike Price Increment
6M / MP	MXN/USD Monthly Options	256A	\$0.0005 per MXN	\$0.0001 per MXN
1M-5M / 1M-5M	MXN/USD Weekly Friday Options	256A	\$0.0005 per MXN	\$0.0001 per MXN
BR / BR	BRL/USD Monthly Options	257A	\$0.001 per BRL	\$0.0005 per BRL
1R – 5R / 1R-5R	BRL/USD Weekly Friday Options	257A	\$0.001 per BRL	\$0.0005 per BRL

Specifically, the Exchange is implementing amendments to CME Rule 256A01.J.4 of CME Chapter 256A ("Options on Mexican Peso/U.S. Dollar (MXN/USD) Futures") and CME Rule 257A01.J. of CME Chapter 257A ("Options on Brazilian Real/U.S. Dollar (BRL/USD) Futures") to reduce the dynamically-listed strike increment both within the listed range as well as outside the range for the Contracts (collectively, the "Rule Amendments").

Market participants may request additional strike prices for trading on CME Globex or for submission of clearing via CME ClearPort. These additional strikes are added on an "as soon as possible" basis.

Exhibit A below provides the Rule Amendments in blackline format.

The CFTC will be notified of the Rule Amendments during the week of October 30, 2023, via the weekly notification procedures set forth in Part 40 of the CFTC Regulations.

Please direct questions regarding this notice to:

Asia

Shereen Lewejohann

+65 6593 5544

Shereen.Lewejohann@cmegroup.com

Europe

Phil Hermon

+44 20 3379 3983

Phil.Hermon@cmegroup.com

Paul Houston

+44 20 3379 3355

Paul.Houston@cmegroup.com

Chris Povey

+44 20 3379 3080

Chris.Povey@cmegroup.com

U.S.

Emerson Eckhout

+1 312 435 3781

Emerson.Eckhout@cmegroup.com

Sebastian Sierotnik

+1 312 930 1312

Sebastian.Sierotnik@cmegroup.com

Exhibit A

CME Rulebook

(deletions ~~struck through~~, additions underlined)

Chapter 256A

Options on Mexican Peso/U.S. Dollar (MXN/USD) Futures

256A01. OPTION CHARACTERISTICS

256A01.J. Exercise Prices and Listing of Exercise Prices

4. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new ~~out-of-current-range~~ exercise prices at ~~regularly defined \$0.0001 per Mexican peso~~ intervals may be added for trading on as soon as possible basis.

[End of Rule.]

Chapter 257A

Options on Brazilian Real/U.S. Dollar (BRL/USD) Futures

257A01. OPTION CHARACTERISTICS

257A01.J. Exercise Prices

Regular exercise prices shall be stated in terms of U.S. dollars per Brazilian real at intervals of \$0.001, e.g., \$0.1950, \$0.1960, \$0.1970, etc.

Upon demand and at the discretion of the Exchange, new exercise prices at \$0.0005 per Brazilian real intervals may be added for trading on as soon as possible basis.

[End of Rule.]