

Chapter 436

Micro XRP Futures

43600. SCOPE OF CHAPTER

This chapter is limited in application to Micro XRP Futures. In addition to this chapter, futures shall be subject to the general rules and regulations of the Exchange as applicable.

43601. CONTRACT SPECIFICATIONS

Each futures contract shall be valued at 2,500 XRP times the CME CF XRP-Dollar Reference Rate ("XRPUSD_RR").

43602. TRADING SPECIFICATIONS

43602.A. Trading Schedule

Futures contracts shall be scheduled for trading during such hours and for delivery in such months as may be determined by the Exchange.

43602.B. Trading Unit

The unit of trading shall be 2,500 XRP.

43602.C. Price Increments

The minimum price increment shall be \$0.0005 XRP, equal to \$1.25 per contract, except for intermonth spreads executed pursuant to Rule 542.A., for which the minimum price increment shall be \$0.0001 XRP, equal to \$0.25 per contract.

43602.D. Position Limits, Exemptions, Position Accountability and Reportable Levels

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.

43602.E. Daily Price Limits

At the commencement of each Trading Day, the contract shall be subject to special price fluctuation limits and daily price limits as set forth in Rule 589 and in the Special Price Fluctuation Limits and Daily Price Limits Table in the Interpretations & Special Notices Section of Chapter 5.

43602.F. Termination of Trading

Trading in expiring futures shall terminate on the Last Trade Date (LTD) which shall be at 4:00 p.m. London time on the last Friday of the contract month.

If that day is a Business Day in either London or the U.S., trading shall terminate on that day. If that day is a holiday in both London and the U.S., trading shall terminate on the preceding day that is a Business Day in either London or the U.S.

For clarity:

London Business Day / U.S. Business Day = LTD is last Friday of the contract month

London Business Day / U.S. Holiday = LTD is last Friday of the contract month

London Holiday / U.S. Business Day = LTD is last Friday of the contract month

London Holiday / U.S. Holiday = LTD is previous day.

43603. SETTLEMENT PROCEDURES

Delivery shall be by cash settlement.

43603.A. Final Settlement Price

For a futures contract for a given delivery month, the Final Settlement Price shall be the XRPUSD_RR published at 4:00 p.m. London time on the Last Trade Date (Rule 43602.F.). Revision to the published XRPUSD_RR shall be received prior to 23:59:59 London Time on the Last Trade Date. Thereafter, the final settlement futures price shall be deemed final.

In the event that the XRPUSD_RR is not publishable or published on the CME Micro XRP

futures Termination of Trading Day, and therefore, CME cannot determine the CME Micro XRP Final Settlement Price, then final settlement of the CME Micro XRP futures contract is at the discretion of the Exchange and may be deferred or postponed for up to 14 consecutive calendar days.

43603.B. Final Settlement

Clearing members holding open positions in an expiring futures contract at its termination of trading (Rule 43602.F.) shall make payment to or receive payment from the Clearing House in accordance with normal variation margin procedures based on such expiring contract's Final Settlement Price (Rule 43603.A.).

In the event of a hard fork, Micro XRP futures shall continue to settle to the XRPUSD_RR corresponding to the original token pair (XRP:USD). The Exchange may, in its sole discretion, take alternative action with respect to hard forks in consultation with market participants as may be appropriate.

43604. RESERVED

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43606. BASIS TRADE AT INDEX CLOSE ("BTIC") TRANSACTIONS

All BTIC transactions must be executed in accordance with the requirements of Rule 524.B. For the purpose of this section and Rule 524.B., BTIC enables market participants to execute a basis trade relative to the closing level of the underlying Index value, at the time prescribed in the table below.

Index to Be Referenced	Index Publication Time
CME CF XRP-Dollar Reference Rate XRPUSD_RR	4:00 p.m. London time
CME CF XRP-Dollar Reference Rate - New York Variant XRPUSD_NY	4:00 p.m. New York time

43606.A. BTIC and BTIC Block Trade Requirements

BTIC block trades must be executed in accordance with the requirements of Rule 526.

For a BTIC or BTIC block trade executed prior to the publication of the Index value on a given Trading Day, the corresponding futures price shall be made by reference to the Index value for the current Trading Day.

For a BTIC or BTIC block trade executed on a given Trading Day after the publication of the Index value, the corresponding futures price shall be made by reference to the Index value for the next Trading Day. If the BTIC or BTIC block trade is executed on a Trading Day that is a Business Day in either London or the U.S., the corresponding futures price shall be made by reference to the Index value for the current Trading Day.

If the BTIC or BTIC block trade is executed on a Trading Day that is a holiday in both London and the U.S., the corresponding futures price shall be made by reference to the Index value for the next Trading Day.

43606.B. Price Assignment Procedures

The price assignment procedure for BTIC transactions shall follow Rule 524.B.3.

43606.C. Minimum Price Increments

The valid basis or price increment applied to the Index value to establish the BTIC futures price shall be an integer multiple of the contract minimum price increment, \$0.0001 per XRP, equal to \$0.25 per contract.

43606.D. Market Disruption Events

In the event of disruption in the underlying market that precludes a valid Index value calculation,

all pending and executed BTIC transactions in the corresponding futures contract shall be cancelled by the Exchange. Such disruption shall be declared by the Exchange in its sole discretion.