

The Precious Metals Spot Spreads



Seamlessly and transparently bridge the COMEX Precious Metals futures market and the London OTC market with the new Precious Metals Spot Spreads at CME Group. The Spot Spreads easily and efficiently transfers the risk between COMEX and London in one simple and cost-effective transaction, executed electronically on CME Globex and automatically fed into CME Clearing.

Understanding the Spot Spreads

The Spot Spreads represent the difference between the new London Spot Gold futures and COMEX Gold futures and, similarly, the difference between the new London Spot Silver futures and COMEX Silver futures. The London Spot futures contracts will be listed daily (Contract Day) and spread against the respective COMEX Gold and Silver futures active contract month. Both London Spot futures contracts will deliver as unallocated London metal two days after the Contract Day (T+2).

Which Market Participants Will Benefit

The Spot Spreads are the most relevant to market participants who currently trade in both the OTC and futures markets and routinely transfer risk between the two markets. Investors and liquidity providers also may use the Spot Spreads to take advantage of arbitrage opportunities or to manage price exposure.

Contracts Behind the Spot Spreads

Two daily contracts make trading the spot spreads possible: COMEX London Spot Gold and London Spot Silver futures. Spreading the two new contracts with our liquid COMEX Gold and Silver futures contracts, respectively, gives you a way to easily manage risk on the difference between futures and OTC markets.

Key Benefits

- Offset risk in futures and London OTC markets with one trade
- True intraday price transparency
- Execute electronically on CME Globex or clear your privately negotiated trades via CME ClearPort
- Counterparty credit guarantee and segregated customer funds of CME Clearing

Product Codes

	COMEX Futures	London Spot Futures	Precious Metals Spot Spread
Gold	GC	GSP	GC:GSP
Silver	SI	SSP	SI:SSP

Span Minimum Performance Bond Requirements – Outright Rates

CC	Rate Type	ISO	Initial	Maintenance
London Spot Gold Futures (GSP)				
GSP	Spec	USD	6,000	6,000
GSP	Hedge/Member	USD	6,000	6,000
London Spot Silver Futures (SSP)				
SSP	Spec	USD	6,500	6,500
SSP	Hedge/Member	USD	6,500	6,500

Rates as of 1/6/17. Visit cmegroup.com/margins for up-to-date rates.

London Spot Gold Futures

Contract Unit	100 troy ounces
Price Quotation	U.S. Dollars and Cents
Trading Hours	CME Globex and CME ClearPort: Sunday - Friday 6:00 p.m. - 5:00 p.m. (5:00 p.m. - 4:00 p.m. Chicago Time/CT) with a 60-minute break each day beginning at 5:00 p.m. (4:00 p.m. CT)
Minimum Trade Price Fluctuation	\$0.10 per troy ounce
Minimum Daily and Final Settlement Price Fluctuation	\$0.01 per troy ounce
Minimum Spread Price Fluctuation	GC:GSP \$0.01 per troy ounce
Product Code	GSP
Listed Contracts	One daily contract
Termination of Trading	Daily
Exchange Rulebook Chapter	129
Block Minimum	25

London Spot Silver Futures

Contract Unit	5,000 troy ounces
Price Quotation	U.S. Dollars and Cents
Trading Hours	CME Globex and CME ClearPort: Sunday - Friday 6:00 p.m. - 5:00 p.m. (5:00 p.m. - 4:00 p.m. Chicago Time/CT) with a 60-minute break each day beginning at 5:00 p.m. (4:00 p.m. CT)
Minimum Trade Price Fluctuation	\$0.005 per troy ounce
Minimum Daily and Final Settlement Price Fluctuation	\$0.001 per troy ounce
Minimum Spread Price Fluctuation	SI:SSP \$0.001 per troy ounce
Product Code	SSP
Listed Contracts	One daily contract
Termination of Trading	Daily
Exchange Rulebook Chapter	130
Block Minimum	25

For more information, visit cmegroup.com/spotspread or contact metals@cmegroup.com.

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Futures trading is not suitable for all investors and involves the risk of loss. Futures are a leveraged investment, and because only a percentage of a contract's value is required to trade, it is possible to lose more than the amount of money deposited for a futures position. Therefore, traders should only use funds that they can afford to lose without affecting their lifestyles. And only a portion of those funds should be devoted to any one trade because they cannot expect to profit on every trade.

All noted examples are hypothetical situations, used for explanation purposes only, and should not be considered investment advice or the results of actual market experience. All matters pertaining to rules and specifications herein are made subject to and are superseded by official CME, CBOT and NYMEX rules. Current rules should be consulted in all cases.