

**SUBMISSION COVER SHEET**

**IMPORTANT:** Check box if Confidential Treatment is requested

**Registered Entity Identifier Code (optional):** 17-206 (3 of 4)

**Organization:** New York Mercantile Exchange, Inc. ("NYMEX")

**Filing as a:** DCM SEF DCO SDR

**Please note - only ONE choice allowed.**

**Filing Date (mm/dd/yy):** 5/24/17

**Filing Description:** Amendments to CME/CBOT/NYMEX/COMEX Rule 536.B. ("Globex Order Entry").

**SPECIFY FILING TYPE**

**Please note only ONE choice allowed per Submission.**

**Organization Rules and Rule Amendments**

- Certification § 40.6(a)
- Approval § 40.5(a)
- Notification § 40.6(d)
- Advance Notice of SIDCO Rule Change § 40.10(a)
- SIDCO Emergency Rule Change § 40.10(h)

**Rule Numbers:** 536.

**New Product**

**Please note only ONE product per Submission.**

- Certification § 40.2(a)
- Certification Security Futures § 41.23(a)
- Certification Swap Class § 40.2(d)
- Approval § 40.3(a)
- Approval Security Futures § 41.23(b)
- Novel Derivative Product Notification § 40.12(a)
- Swap Submission § 39.5

**Official Product Name:**

**Product Terms and Conditions (product related Rules and Rule Amendments)**

- Certification § 40.6(a)
- Certification Made Available to Trade Determination § 40.6(a)
- Certification Security Futures § 41.24(a)
- Delisting (No Open Interest) § 40.6(a)
- Approval § 40.5(a)
- Approval Made Available to Trade Determination § 40.5(a)
- Approval Security Futures § 41.24(c)
- Approval Amendments to enumerated agricultural products § 40.4(a), § 40.5(a)
- "Non-Material Agricultural Rule Change" § 40.4(b)(5)
- Notification § 40.6(d)

**Official Name(s) of Product(s) Affected:**

**Rule Numbers:**

May 24, 2017

**VIA ELECTRONIC PORTAL**

Mr. Christopher J. Kirkpatrick  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21st Street, N.W.  
Washington, DC 20581

**Re: CFTC Regulation 40.6(a) Certification. Notification Regarding Amendments to  
CME/CBOT/NYMEX/COMEX Rule 536.B. ("Globex Order Entry").  
NYMEX Submission No. 17-206 (3 of 4)**

Dear Mr. Kirkpatrick:

Pursuant to Commodity Futures Trading Commission ("CFTC" or "Commission") Regulation 40.6(a), Chicago Mercantile Exchange Inc. ("CME"), The Board of Trade of the City of Chicago, Inc. ("CBOT"), New York Mercantile Exchange, Inc. ("NYMEX") and Commodity Exchange, Inc. ("COMEX") (collectively, the "Exchanges") hereby notify the Commission that they are self-certifying amendments to CME/CBOT/NYMEX/COMEX Rule 536.B. ("Globex Order Entry") to harmonize Rule 536.B.1. ("General Requirement") with the CME iLink® Message Specifications page (the "Specifications page") (located [here](#) for your convenience) and audit trail requirements in Rule 536.B.2. ("Globex Order Entry – Electronic Audit Trail Requirements for Electronic Order Routing/Front-End Systems") effective on Thursday, June 8, 2017, for trade date Friday, June 9, 2017.

Rule 536.B.1. requires that CME Globex users "accurately input" for each order: a) the user ID (Tag 50); b) the price, quantity, product, expiration month, CTI code, automated or manual indicator (Tag 1028) and account number, and for options, the put or call and strike price.

Rule 536.B.2. requires that any system accessing CME Globex through the CME iLink® gateway contain a "complete and accurate" audit trail of all activity through that connection. The audit trail is required to account for every electronic communication by the order routing or front-end system. For example, the SendingTime (Tag 52) with at least millisecond precision and the SenderLocationID (Tag 142) must be included in the audit trail. Currently, this requirement is not explicitly codified in Rule 536.B.1.

The Specifications page requires multiple fields to be populated on all order messages. For example, the Specifications page requires that all new order messages contain a field in the message header reflecting: a) the timestamp of when the order message departed the client's system (Tag 52 – SendingTime); and b) the message originator's location (Tag 142 – SenderLocationID). The Specifications page requires that at least eleven (11) fields in the message header, thirteen (13) fields in the body of the message, and one (1) field in the message trailer be populated for all messages.

Additionally, the amendments clarify that, notwithstanding certain clearing member obligations delineated in Rule 574. ("Globex Access Restrictions"), the clearing member that guarantees the CME Globex terminal operator's access to CME Globex will be responsible for the CME Globex terminal operator's compliance with this rule with respect to the operator's user ID, CTI code, automated or manual indicator, and account number.

The Exchanges are amending Rule 536.B.1. to clarify that each message (see Application Message page

located [here](#) for your convenience), must accurately reflect the fields required by the Specifications page.

The amendments to Rule 536.B. are set forth in Exhibit A with additions underscored and deletions overstruck.

The Exchanges reviewed the designated contract market core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA” or “Act”) and identified that the amendments to Rule 536.B. may have some bearing on the following Core Principles:

Availability of General Information: As required by this Core Principle, the Exchanges are publicly issuing a Special Executive Report (“SER”) to ensure that market participants have updated guidance and information attendant to Rule 536.B. The SER will also be available on the CME Group website.

Trade Information: The amendments to Rule 536.B. provide clarification for the Application Message fields to be populated as required by the Specifications page.

There were no substantive opposing views to this proposal.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchanges certify that the amendments to Rule 536.B. comply with the Act and regulations thereunder.

The Exchanges certify that this submission has been concurrently posted on the Exchanges’ website at <http://www.cmegroup.com/market-regulation/rule-filings.html>.

If you require any additional information regarding this submission, please contact the undersigned at 212.299.2200 or via email at [CMEGSubmissionInquiry@cmegroup.com](mailto:CMEGSubmissionInquiry@cmegroup.com).

Sincerely,

/s/ Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachment: Exhibit A: CME/CBOT/NYMEX/COMEX Rule 536.B.

## EXHIBIT A

(Additions are underscored; deletions are ~~overstruck~~.)

### **CME/CBOT/NYMEX/COMEX Chapter 5 Trading Qualifications and Practices**

#### **536.B. Globex Order Entry**

##### **1. General Requirement**

Each Globex terminal operator entering orders into Globex shall accurately input for each Application Message ~~order~~ all fields required to be populated by the CME iLink® Message Specifications set forth in the CME Group Client Systems Wiki in effect at the time, including, but not limited to the: operator's user ID (Tag 50 ID); price; quantity; product; expiration month; CTI code; automated or manual indicator (Tag 1028); and account number (except as provided in Section C);~~a) the user ID assigned him by the Exchange, a clearing member or other authorized entity (Tag 50 ID) b) the price, quantity, product, expiration month, CTI code, automated or manual indicator (Tag 1028) and account number (except as provided in Section C.),~~ and, for options, put or call and strike price. The Globex terminal operator's user ID must be present on each Application Message order entered, including order messages, submitted to Globex. For a Globex terminal operator with access pursuant to Rule 574, the clearing members ~~authorizing that guarantees~~ such access to Globex will be responsible for the Globex terminal operator's compliance with this rule with respect to the following fields: operator's user ID, CTI code, automated or manual indicator and account number. Notwithstanding, and in accordance with Rule 574, a clearing member must take appropriate action if it has actual or constructive knowledge that a non-member operator has failed to accurately input for each Application Message fields required to be populated by this rule.

With respect to orders received by a Globex terminal operator which are capable of being immediately entered into Globex, no record other than that set forth above need be made. However, if a Globex terminal operator receives an order which cannot be immediately entered into Globex, the Globex terminal operator must prepare a written order and include the account designation, date, time of receipt and other information required pursuant to section A.1. above. The order must be entered into Globex when it becomes executable.

[Remainder of this Rule is unchanged.]