

## SUBMISSION COVER SHEET

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

Registered Entity Identifier Code (optional): 17-200

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): June 1, 2017 Filing Description: Extension of the NYMEX APAC Petroleum Products Incentive Program

### SPECIFY FILING TYPE

Please note only ONE choice allowed per Submission.

#### Organization Rules and Rule Amendments

- |                                     |                                     |            |
|-------------------------------------|-------------------------------------|------------|
| <input checked="" type="checkbox"/> | Certification                       | § 40.6(a)  |
| <input type="checkbox"/>            | Approval                            | § 40.5(a)  |
| <input type="checkbox"/>            | Notification                        | § 40.6(d)  |
| <input type="checkbox"/>            | Advance Notice of SIDCO Rule Change | § 40.10(a) |
| <input type="checkbox"/>            | SIDCO Emergency Rule Change         | § 40.10(h) |

Rule Numbers: Not Applicable

#### New Product

Please note only ONE product per Submission.

- |                          |                                       |            |
|--------------------------|---------------------------------------|------------|
| <input type="checkbox"/> | Certification                         | § 40.2(a)  |
| <input type="checkbox"/> | Certification Security Futures        | § 41.23(a) |
| <input type="checkbox"/> | Certification Swap Class              | § 40.2(d)  |
| <input type="checkbox"/> | Approval                              | § 40.3(a)  |
| <input type="checkbox"/> | Approval Security Futures             | § 41.23(b) |
| <input type="checkbox"/> | Novel Derivative Product Notification | § 40.12(a) |
| <input type="checkbox"/> | Swap Submission                       | § 39.5     |

Official Product Name:

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

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

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

Rule Numbers:

June 1, 2017

**VIA ELECTRONIC PORTAL**

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

**RE: Extension of the NYMEX APAC Petroleum Products Incentive Program  
NYMEX Submission No. 17-200**

Dear Mr. Kirkpatrick:

New York Mercantile Exchange, Inc. (“NYMEX” or “Exchange”) hereby notifies the Commodity Futures Trading Commission (“CFTC” or “Commission”) of the extension of the NYMEX APAC Petroleum Products Incentive Program (“Program”) through December 31, 2017. The extension of the Program will become effective on July 1, 2017. All other Program terms remain unchanged.

Exhibit 1 sets forth the terms of the Program. Modifications appear below, with additions underscored and deletions ~~overstruck~~.

NYMEX reviewed the designated contract market core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA”). During the review, NYMEX staff identified the following Core Principles as potentially being impacted; Prevention of Market Disruption, Execution of Transactions, Protection of Market Participants, Compliance with Rules, and Recordkeeping.

The Program does not impact the Exchange’s ability to perform its trade practice and market surveillance obligations under the CEA. The Exchange’s market regulation staff will monitor trading in the Program’s products to prevent manipulative trading and market abuse. The products included in this Program are listed for trading in the open and competitive market. The incentives available under the Program will apply to transactions by participants via any of NYMEX’s execution and/or clearing venues. Therefore, the incentives under this Program protect any price discovery taking place in the centralized market. Participants in the Program will be selected by NYMEX staff using criteria set forth in Exhibit 1. Chapter 4 of the NYMEX rules includes prohibitions against fraudulent, non-competitive, unfair or abusive practices. All participants must execute a contractual agreement with NYMEX in which each participant agrees to comply with and be subject to, applicable regulations and NYMEX rules. The Program is subject to the Exchange’s record retention policies which comply with the CEA.

NYMEX certifies that the Program complies with the CEA and the regulations thereunder. There were no substantive opposing views to this Program.

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

If you require any additional information regarding this submission, please e-mail [CMEGSubmissionInquiry@cmegroup.com](mailto:CMEGSubmissionInquiry@cmegroup.com) or contact Rachel Johnson at 312-466-4393 or via e-mail at [Rachel.Johnson@cmegroup.com](mailto:Rachel.Johnson@cmegroup.com). Please reference our NYMEX Submission No. 17-200 in any related correspondence.

Sincerely,

/s/ Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachment: Exhibit 1

# EXHIBIT 1

## NYMEX APAC Petroleum Products Incentive Program

### Program Purpose

The purpose of this Program is to encourage market participants to increase their volume in the products listed below, enhancing market liquidity for those products. A more liquid contract benefits all participants in the market.

### Product Scope

All of the products listed below that are traded on the Globex Platform or submitted for clearing via CME ClearPort are included in the overall Program ("Products"). However, participation will be on a product grouping basis. Each of the five (5) product groups is set out below (each a "Product Group"):

#### Crude Oil

Code	Description	Unit	Unit size
BI	Dubai Crude Oil Balmo	Barrels	1000
DC	Dubai Crude Oil Calendar Swap	Barrels	1000
DB	BRENT Dubai Swap	Barrels	1000
DBO	ICE Brent vs. DME Oman Crude Oil Swap Futures	Barrels	1000
DPO	DME Oman Crude Oil vs. Dubai (Platts) Swap Futures	Barrels	1000
DOO	DME Oman Crude Oil Swap Futures	Barrels	1000
DOB	DME Oman Crude Oil BALMO Swap Futures	Barrels	1000
BSG	ICE Brent (Singapore Marker) vs. DME Oman Crude Oil Swap Futures	Barrels	1000

#### Fuel Oil

EW	East/West Arb: Singapore 180cst vs. Rotterdam 3.5% Fuel Oil Spread Swap Co	Tonnes	1000
BS	Singapore 180cst Balmo	Tonnes	1000
BT	Singapore 380cst Balmo	Tonnes	1000
SD	Singapore 180cst vs. 380cst Fuel Oil Spread Swap Contract	Tonnes	1000
SE	Singapore 380cst Fuel Oil Swap Contract	Tonnes	1000
SFC	Singapore Fuel Oil 180 cst (Platts) Crack Spread Swap Futures	Barrels	1000
UA	Singapore Fuel Oil 180cst Calendar Swap	Tonnes	1000
EVC	Singapore Fuel Oil 380cst (Platts) vs. European 3.5% Fuel Oil Barges FOB Rdam (Platts) Futures	Tonnes	1000
SFB	Singapore Fuel Oil 380cst (Platts) vs. European 3.5% Fuel Oil Barges FOB Rdam (Platts) BALMO Futures	Tonnes	1000
EWB	East-West Fuel Oil Spread (Platts) BALMO Futures	Tonnes	1000
STR	Singapore Fuel Oil 180 cst (Platts) 6.35 Brent Crack Spread Futures	Barrels	1000

<b>STS</b>	Singapore Fuel Oil 180 cst (Platts) 6.35 Dubai Crack Spread Futures	Barrels	1000
<b>MSD</b>	Singapore Fuel Oil 180 cst vs. 380 cst Spread (Platts) BALMO Futures	Tonnes	1000
<b>STI</b>	Singapore Fuel Oil 380 cst (Platts) 6.35 Dubai Crack Spread Futures	Barrels	1000
<b>STB</b>	Singapore Fuel Oil 180 cst (Platts) 6.35 Dubai (Platts) Crack Spread BALMO Futures	Barrels	1000
<b>C5</b>	Singapore Fuel Oil 180 cst (Platts) Average Price Options	Tonnes	1000
<b>5L</b>	Mini Singapore Fuel Oil 180 cst (Platts) BALMO Futures	Tonnes	100
<b>MTS</b>	Mini Singapore Fuel Oil 380 cst (Platts) Futures	Tonnes	100
<b>MTB</b>	Mini Singapore Fuel Oil 380 cst (Platts) BALMO Futures	Tonnes	100
<b>OF</b>	Mini Singapore Fuel Oil 180 cst (Platts) Futures	Tonnes	100
<b>SMW</b>	Singapore 380cst Fuel Oil (Platts) Mini Weekly Spread Futures	Tonnes	100
<b>SDM</b>	Singapore 180cst Fuel Oil (Platts) Mini Weekly Spread Futures	Tonnes	100
<b>8H</b>	Singapore Fuel Oil 380 cst (Platts) Average Price Options	Tonnes	1000
<b>MHE</b>	Mini Middle East HSFO 180 cst FOB Arab Gulf (Platts) Futures	Tonnes	100
<b>MSE</b>	Mini Middle East HSFO 380 cst FOB Arab Gulf (Platts) Futures	Tonnes	100
<b>MGS</b>	Mini Middle East HSFO 180 cst FOB Arab Gulf (Platts) BALMO Futures	Tonnes	100
<b>MHS</b>	Mini Middle East HSFO 380 cst FOB Arab Gulf (Platts) BALMO Futures	Tonnes	100
<b>SF1</b>	Singapore Fuel Oil 180cst (Platts) Brent Crack Spread (1000mt) Futures	Tonnes	1000
<b>MSB</b>	Mini Singapore Fuel Oil 380cst (Platts) vs. European 3.5%Fuel Oil Barges FOB Rdam (Platts) Futures	Tonnes	100
<b>SF3</b>	Singapore Fuel Oil 380cst (Platts) Brent Crack Spread (1000mt) Futures	Tonnes	1000
<b>MEW</b>	Mini East-West Fuel Oil Spread (Platts) Futures	Tonnes	100

### Mid Distillates

<b>BX</b>	Singapore Jet Kero Balmo	Barrels	1000
<b>KS</b>	Singapore Jet Kerosene Swap Contract	Barrels	1000
<b>RK</b>	Singapore Jet Regrade: Jet Kero vs. Gasoil Swap Contract	Barrels	1000
<b>SG</b>	Singapore Gasoil Swap Contract	Barrels	1000
<b>STF</b>	Singapore Gasoil 10 ppm (Platts) Swap Futures	Barrels	1000
<b>STL</b>	Singapore Gasoil 10 ppm (Platts) BALMO Swap Futures	Barrels	1000
<b>STZ</b>	Singapore Gasoil 10 ppm vs 0.5% Sulfur Spread (Platts) Swap Futures	Barrels	1000
<b>VU</b>	Singapore Gasoil Balmo	Barrels	1000
<b>Z0</b>	Singapore Jet Kero vs. Gasoil Spread (Platts) BALMO Swap	Barrels	1000
<b>GA</b>	Gasoil Arb: Singapore Gasoil vs. Rdam Gasoil Swap	Barrels	1000
<b>KSD</b>	Singapore Jet Kerosene (Platts) Dubai Crack Spread Futures	Barrels	1000

<b>DRK</b>	Singapore Jet Kerosene (Platts) vs. DME Oman Crude Oil Swap Futures	Barrels	1000
<b>DZB</b>	Singapore Gasoil (Platts) vs. DME Oman Crude Oil Swap Futures	Barrels	1000
<b>MSG</b>	Mini Singapore Gasoil (Platts) Futures	Barrels	100
<b>N2</b>	Singapore Jet Kerosene (Platts) Average Price Options	Barrels	1000
<b>M2</b>	Singapore Gasoil (Platts) Average Price Options	Barrels	1000
<b>MBS</b>	Middle East Gasoil FOB Arab Gulf (Platts) BALMO Futures	Barrels	1000
<b>MPE</b>	Middle East Gasoil FOB Arab Gulf (Platts) Futures	Barrels	1000

### Gasoline

<b>1N</b>	Singapore Mogas 92 Unleaded (Platts) Futures	Barrels	1000
<b>1NB</b>	Singapore Mogas 92 Unleaded (Platts) Brent Crack Spread Futures	Barrels	1000
<b>1P</b>	Singapore Mogas 92 Unleaded (Platts) BALMO Futures	Barrels	1000
<b>SMU</b>	Singapore Mogas 95 Unleaded (Platts) vs. Singapore Mogas 92 Unleaded (Platts) Futures	Barrels	1000
<b>X0</b>	Singapore Mogas 97 Unleaded (Platts) Futures	Barrels	1000
<b>Y0</b>	Singapore Mogas 97 Unleaded (Platts) BALMO Futures	Barrels	1000
<b>V0</b>	Singapore Mogas 95 Unleaded (Platts) Futures	Barrels	1000
<b>W0</b>	Singapore Mogas 95 Unleaded (Platts) BALMO Futures	Barrels	1000
<b>DNB</b>	Singapore Mogas 92 Unleaded (Platts) vs. DME Oman Crude Oil Swap Futures	Barrels	1000
<b>1ND</b>	Singapore Mogas 92 Unleaded (Platts) Dubai (Platts) Crack Spread Futures	Barrels	1000
<b>EWG</b>	East-West Gasoline Spread (Platts-Argus) Futures	Tonnes	1000
<b>1N5</b>	Singapore Mogas 92 Unleaded (Platts) Average Price Option	Barrels	1000

### Naphtha

ASIA			
<b>JA</b>	Japan C&F Naphtha (Platts) Swap	Tonnes	1000
<b>E6</b>	Japan Naphtha BALMO Swap	Tonnes	1000
<b>JB</b>	Japan C&F Naphtha Crack Spread Swap	Barrels	1000
<b>KU</b>	Singapore Naphtha Balmo	Barrels	1000
<b>SP</b>	Singapore Naphtha Swap Contract	Barrels	1000
<b>EWN</b>	East-West Naphtha: Japan C&F vs. Cargoes CIF NWE Spread (Platts) Futures	Tonnes	1000
<b>E6M</b>	Mini Japan C&F Naphtha (Platts) BALMO Futures	Tonnes	100
<b>MJN</b>	Mini Japan C&F Naphtha (Platts) Futures	Tonnes	100
<b>JA5</b>	Japan C&F Naphtha (Platts) Average Price Option	Tonnes	1000
<b>MNE</b>	Mini Middle East Naphtha FOB Arab Gulf (Platts) BALMO Futures	Tonnes	100
<b>MME</b>	Mini Middle East Naphtha FOB Arab Gulf (Platts) Futures	Tonnes	100
<b>JNC</b>	Japan C&F Naphtha Dubai (Platts) Crack Spread Futures	Barrels	1000
<b>NOB</b>	Naphtha (Platts) Cargoes CIF NWE Crack Spread (1000mt) Swap Futures	Tonnes	1000

### **Eligible Participants**

There is no limit to the number of participants that may participate in the Program. Participants must be a hedge fund, commercial firm, or bank. Participants may be NYMEX members or non-members. In determining whether or not a prospective applicant is selected to participate in the Program and a particular Product Group, NYMEX staff may take into account a variety of factors including the prospective participant's overall experience and historical volume traded and/or cleared in the Products and experience in other energy contracts traded on or cleared by NYMEX. NYMEX may, from time to time, add or subtract from the aforementioned factors as it deems necessary.

### **Program Term**

Start date is January 31, 2012. End date is ~~June 30, 2017~~ December 31, 2017.

### **Hours**

N/A

### **Program Obligations**

In order to be eligible to receive the Program incentives, participants must have reached the applicable pre-determined monthly volume threshold as set forth below:

#### **MONTHLY VOLUME (Sides)**

<b>Product Group</b>	Crude	Distillates	Fuel Oil	Gasoline	Naptha
<b>Threshold</b>	300	300	400	300	100

\*Mini contract volume will be normalized by 10 in order not to distort thresholds.

Any participant that does not meet the applicable pre-determined monthly volume threshold for three (3) consecutive calendar months will be removed from the Program.

### **Program Incentives**

For each calendar month, participants will be eligible for reduced fee incentives whereby participants will be charged a reduced fee rate for contracts traded and/or cleared in their applicable Product Group. The reduced fee levels are predetermined by NYMEX.

### **Monitoring and Termination of Status**

NYMEX shall monitor trading activity and participants' performance and shall retain the right to revoke Program participant status if it concludes from review that a Program participant no longer meets the eligibility requirements or obligations of the Program.