

**SUBMISSION COVER SHEET**

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

Registered Entity Identifier Code (optional): 15-349

Organization: Chicago Mercantile Exchange Inc. ("CME")

Filing as a:  DCM  SEF  DCO  SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 09/03/2015 Filing Description: Amendments to CME Rule 588.H. ("Globex Non-Reviewable Trading Ranges") and CME Rule 589. ("Special Price Fluctuation Limits") for Four (4) Onshore and Offshore Chinese Renminbi Futures Contracts

**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: CME Rules 588.H. and 589.

**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:

September 3, 2015

**VIA ELECTRONIC PORTAL**

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

**Re: CFTC Regulation 40.6(a) Certification. Notification Regarding Amendments to CME Rule 588.H. (“Globex Non-Reviewable Trading Ranges”) and CME Rule 589. (“Special Price Fluctuation Limits”) for Four (4) Onshore and Offshore Chinese Renminbi Futures Contracts.  
CME Submission No. 15-349**

Dear Mr. Kirkpatrick:

Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) is notifying the Commodity Futures Trading Commission (“CFTC” or “Commission”) that it is self-certifying amendments to CME Rule 588.H. (“Globex Non-Reviewable Trading Ranges”) and CME Rule 589. (“Special Price Fluctuation Limits”) for four (4) Onshore and Offshore Chinese Renminbi futures contracts effective Sunday, September 20, 2015 for trade date Monday, September 21, 2015, commencing with the October 2015 contract month and beyond.

First, with respect to changes to CME Rule 588.H., CME will increase the Globex non-reviewable trading ranges of standard-sized US Dollar/Onshore Chinese Renminbi (USD/CNY) futures with US Dollar Banking (Rulebook chapter: 270J; Code: CNY), E-micro US Dollar/Onshore Chinese Renminbi (USD/MNY) futures with US Dollar Banking (Rulebook chapter: 343J; Code: MNY), standard-sized US Dollar/Offshore Chinese Renminbi (USD/CNH) futures (Rulebook chapter: 284L; Code: CNH), and E-micro US Dollar/Offshore Chinese Renminbi (USD/MNH) futures (Rulebook chapter: 344L; Code: MNH) from 40 to 150 tick increments. Amendments to these four futures contracts are summarized in the Globex Non-Reviewable Trading Ranges Table of CME Rule 588.H. in blackline format, under separate cover as Appendix A.

Second, with respect to changes to CME Rule 589., the Exchange will increase the four circuit breaker levels of USD/CNY, USD/MNY, USD/CNH, and USD/MNH futures from 400/800/1,200/1,600 tick increments to 1,500/3,000/4,500/6,000 tick increments. Amendments to these futures contracts are shown in the Special Price Fluctuation Limits Table of CME Rule 589. in blackline format, under separate cover as Appendix B.

CME currently lists standard and e-micro size US Dollar/Onshore Chinese Renminbi futures with US dollar banking and standard and e-micro size US Dollar/Offshore Chinese Renminbi futures for trading on CME Globex and for submission for clearing through CME ClearPort. These four contracts have pricing bases that quote the US dollar in terms of Chinese renminbi and thus are reciprocal versions of the pricing basis of the Exchange’s extant Onshore Chinese Renminbi/US Dollar (RMB/USD) futures contract that quotes the Chinese renminbi in terms of US dollars. Since the pricing bases for these four contracts represent the reciprocal of the pricing basis of RMB/USD futures, the Exchange is expanding the Globex non-reviewable trading ranges and special price fluctuation limits of these four contracts in order to more accurately align these four contracts with the pricing basis of RMB/USD futures. The underlying cash market instrument for these four futures, as well as the RMB/USD futures, is Chinese

renminbi (RMB), which is a managed, not freely floating, currency. Historically, RMB has been subject to sharp, sudden, and gapping price movements in response to changes in central bank monetary policy by the People's Bank of China (PBC) since the currency is only allowed to float within a pre-specified and narrow trading range versus the US dollar. Given the experience of the recent devaluations of the RMB by the PBC in August 2015, the Exchange seeks to amend the levels of the Globex non-reviewable trading ranges and circuit breakers for these four futures so that these contracts more accurately reflect the Globex non-reviewable trading ranges and circuit breakers of RMB/USD futures. The Exchange believes these current trading parameters are too restrictive for these four futures. By expanding these parameters for these four futures, the Exchange will be better positioned to facilitate price discovery, market stability, and orderliness in the CME Globex central limit order books for these four futures with respect to the extant RMB/USD futures in response to future monetary policy changes in the underlying RMB cash market by the PBC.

The Exchange reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodity Exchange Act ("Act" or "CEA") and identified that the rule amendments to CME Rules 588.H. and 589. may have some bearing on the following Core Principles:

- Compliance with the Rules: The Exchange shall continue its normal practice to establish, monitor, and enforce compliance with the rules of the contract markets for USD/CNY, USD/MNY, USD/CNH, and USD/MNH futures, including the terms and conditions of the contracts' newly revised rules for Globex non-reviewable trading ranges and special price fluctuation limits.
- Prevention of Market Disruption: Increasing the levels of the Globex non-reviewable trading ranges and special price fluctuation limits for USD/CNY, USD/MNY, USD/CNH, and USD/MNH futures, and then applying these changes to existing open interest starting with the October 2015 futures expiration, will not impede the Exchange's capacity and responsibility to prevent manipulation, price distortion, and disruptions to these contracts through currently established market surveillance, compliance, and enforcement practices and procedures.
- Availability of General Information: The Exchange will amend the CME rulebook accordingly on the effective date, which is publically available on the CME Group website, to reflect the changes that will be made to the rules pertaining to the Globex non-reviewable trading ranges and special price fluctuation limits for USD/CNY, USD/MNY, USD/CNH, and USD/MNH futures. In addition, the Exchange will publish a Special Executive Report ("SER") to inform the marketplace of these amendments. The SER will also be posted on the CME Group website.
- Execution of Transactions: Increasing the levels of the Globex non-reviewable trading ranges and special price fluctuation limits for USD/CNY, USD/MNY, USD/CNH, and USD/MNH futures will have no impact on the central limit order book for these contracts. These changes will not impede the Exchange's ability as a designated contract market to provide a competitive, open, and efficient market mechanism for executing transactions that protects the price discovery and final cash settlement or physically deliverable processes of these contracts.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), CME hereby certifies that the amendments to CME Rules 588.H. and 589., as well as the attendant Tables, comply with the Act, including all regulations under the Act. There were no substantive opposing views to this proposal.

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

Should you have any questions concerning the above, please contact the undersigned at (212) 299-2200 or via e-mail at [CMEGSubmissionInquiry@cmegroup.com](mailto:CMEGSubmissionInquiry@cmegroup.com).

Sincerely,

/s/ Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachments: Appendix A: Amendments to the Globex Non-Reviewable Trading Ranges Table of CME Rule 588.H. (blackline format) (attached under separate cover)  
Appendix B: Amendments to the Special Price Fluctuation Limits Table of CME Rule 589. (blackline format) (attached under separate cover)

## **Appendix A**

### **Amendments to the Globex Non-Reviewable Trading Ranges Table of CME Rule 588.H.**

(Attached Under Separate Cover)

## **Appendix B**

### **Amendments to the Special Price Fluctuation Limits Table of CME Rule 589.**

(Attached Under Separate Cover)