

**SUBMISSION COVER SHEET**

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

**Registered Entity Identifier Code (optional):** 16-457

**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):** 11/10/16    **Filing Description:** Amendments to NYMEX Rule 588.H. ("Globex Non-Reviewable Trading Ranges") for Two (2) Fuel Oil Crack Spread Average Price Option Contracts.

**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:** See filing.

**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

**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:**

November 10, 2016

**VIA ELECTRONIC PORTAL**

Mr. Christopher J. 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 NYMEX Rule 588.H. (“Globex Non-Reviewable Trading Ranges”) for Two (2) Fuel Oil Crack Spread Average Price Option Contracts. NYMEX Submission No. 16-457**

Dear Mr. Kirkpatrick:

New York Mercantile Exchange, Inc. (“NYMEX” or “Exchange”) is notifying the Commodity Futures Trading Commission (“CFTC” or “Commission”) that it is self-certifying amendments to NYMEX Rule 588.H. (“Globex Non-Reviewable Trading Ranges”) for two (2) fuel oil crack spread average price option contracts: (1) 3.5 % Fuel Oil Barges FOB Rdam (Platts) Crack Spread (1000mt) Average Price Options (Rulebook Chapter: 253; Commodity Code: BCO), and (2) Singapore Fuel Oil 380cst (Platts) Brent Crack Spread (1000mt) Average Price Options (Rulebook Chapter: 252; Commodity Code: SCO) (the “Contracts”), effective on Monday, November 28, 2016 for trade date Tuesday, November 29, 2016.

The non-reviewable ranges for these products are currently erroneously listed with a value in number of ticks. These amendments will correct the non-reviewable ranges to be listed with a value in dollars and cents.

The Exchange 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 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 the Contracts including the terms and conditions of the Contracts’ newly revised rules for CME Globex non-reviewable trading ranges.
- Prevention of Market Disruption: Decreasing the levels of the CME Globex non-reviewable trading range tick level for the Contracts will not impede the Exchange’s capacity and responsibility to prevent manipulation, price distortion, and disruptions to this contract through currently established market surveillance, compliance, and enforcement practices and procedures.
- Availability of General Information: The Exchange will amend the NYMEX rulebook accordingly on the effective date, which is publically available on the CME Group website, to reflect the change that will be made to the rules pertaining to the CME Globex non-reviewable trading ranges for the Contracts. In addition, the Exchange will publish a Special Executive Report (“SER”) to inform the marketplace of this amendment. The SER will also be posted on the CME Group website.

- Execution of Transactions: Amending the CME Globex non-reviewable trading range for the Contracts will have no impact on the central limit order book for the Contracts. This change 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 the Contracts.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchange hereby certifies that the amendments comply with the Act, including regulations under the Act. There were no substantive opposing views to the proposal.

The Exchange 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

Attachment: Appendix A - NYMEX Rule 588.H. ("Globex Non-Reviewable Trading Ranges") Table (Blackline format)

**Appendix A**

**NYMEX Chapter 5  
Trading Qualifications and Practices  
Rule 588.H. (“Globex Non-Reviewable Trading Ranges”) Table**

(additions are underscored; deletions are ~~struckthrough~~)

Instrument Name	Globex Symbol	Non-Reviewable Range (NRR)	Bid/Ask Reasonability
3.5% Fuel Oil Barges FOB Rdam (Platts) Crack Spread (1000mt) Average Price Option	BCO	<p><del>The greater of delta times the underlying futures non-reviewable range or 20% of premium up to 1/4 of the underlying futures' non-reviewable range with a minimum of 1 tick.</del>  <u>The greater of delta times the underlying futures non-reviewable range or 20% of premium up to 1/4 of the underlying futures' non-reviewable range with a minimum of 1 tick</u></p>	<p><del>The greater of delta times the underlying futures non-reviewable range or 20% of the fair value premium up to the underlying futures' non-reviewable range with a minimum reasonability of 50 ticks.</del>  <u>The greater of the delta times the underlying futures' non-reviewable range or 20% of the fair value premium up to the underlying futures' non-reviewable range with a minimum reasonability of \$0.0125</u></p>
Singapore Fuel Oil 380cst (Platts) Brent Crack Spread (1000mt) Average Price Option	SCO	<p><del>The greater of delta times the underlying futures non-reviewable range or 20% of premium up to 1/4 of the underlying futures' non-reviewable range with a minimum of 1 tick.</del>  <u>The greater of delta times the underlying futures non-reviewable range or 20% of premium up to 1/4 of the underlying futures' non-reviewable range with a minimum of 1 tick</u></p>	<p><del>The greater of delta times the underlying futures non-reviewable range or 20% of the fair value premium up to the underlying futures' non-reviewable range with a minimum reasonability of 50 ticks.</del>  <u>The greater of the delta times the underlying futures' non-reviewable range or 20% of the fair value premium up to the underlying futures' non-reviewable range with a minimum reasonability of \$0.0125</u></p>