



Timothy Elliott  
Managing Director and Chief Regulatory Counsel  
Legal Department

January 10, 2025

**VIA ELECTRONIC PORTAL**

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

**RE: Modifications to the Globex Precious Metals Volume Incentive Program  
COMEX Submission No. 25-032 (2 of 2)**

Dear Mr. Kirkpatrick:

New York Mercantile Exchange, Inc. ("NYMEX") and Commodity Exchange, Inc. ("COMEX") (collectively, the "Exchanges") hereby notify the Commodity Futures Trading Commission ("CFTC" or "Commission") of plans to modify the Globex Precious Metals Volume Incentive Program ("Program"). The modifications to Program will become effective on February 1, 2025.

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

The Exchanges reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodity Exchange Act ("CEA"). During the review, Exchanges' staff identified the following Core Principles as potentially being impacted: Monitoring of Trading, Execution of Transactions, Protection of Market Participants, Compliance with Rules, Availability of General Information, and Recordkeeping.

The Program does not impact the Exchanges' ability to perform their trade practice and market surveillance obligations under the CEA and the Exchanges have implemented systems to track Program participants' volume to ensure proper distribution of earned incentives. The incentives in the Program do not impact the Exchanges' order execution. Participants in the Program will be selected by Exchanges' staff using criteria as further stated in Exhibit 1. Chapter 4 of the NYMEX/COMEX rules includes prohibitions against fraudulent, non-competitive, unfair or abusive practices. All participants must execute a contractual agreement with the Exchanges in which each participant will expressly agree to comply with and be subject to, applicable regulations and the NYMEX/COMEX rules. The Program is subject to the Exchanges' record retention policies which comply with the CEA.

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

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 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).

Sincerely,

/s/ Timothy Elliott  
Managing Director and Chief Regulatory Counsel

Attachment: Exhibit 1

# EXHIBIT 1

## Globex Precious Metals Volume Incentive Program

### Program Purpose

The purpose of this Program is to encourage market participants to increase their Globex® volume in the products listed below. A more liquid contract on the central limit order book benefits all participants in the market.

### Product Scope

Gold futures (“GC”), Silver futures (“SI”), Platinum futures (“PL”), and Palladium futures (“PA”) traded on Globex® (“Products”).

### Eligible Participants

There is no limit to the number of participants that may ~~participate~~ enroll in the Program. Participants must be COMEX 106.J. members and NYMEX members, or COMEX individual members\*. The Exchanges, in their sole discretion, will use a variety of factors in determining whether a prospective participant is selected to participate in the Program, including the prospective participant’s overall historical volume in the Products and the prospective participant’s ability to maintain threshold volume obligations for the duration of the Program. The Exchanges may from time to time add or subtract from the above factors as they deem necessary.

\*In accordance with the CME Group Fee Policy Bulletin regarding Individual Members Trading on Globex®.

### Program Term

Start date is February 1, 2018. End date is ~~January 31, 2025~~ January 31, 2026, or the date on which the Exchanges determine to modify, extend, or terminate the Program. Participants will be given notice of any changes to the Program Term.

### Hours

N/A

### Obligations

Participants must meet certain volume thresholds in the Products in order to be eligible to receive the incentives.

### Incentives

Upon meeting all obligations, as determined by the Exchanges, participants ~~may be eligible to~~ will receive predetermined incentives.

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

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