

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 24-357

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): 08/30/24 Filing Description: Amendments to the Listing Schedule, Delisting of Previously-Listed Contract Months and Subsequent Permanent Delisting of the CBL Core Global Emissions Offset (C-GEO) Futures Contract

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:

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: See filing.

Rule Numbers: See filing.

August 30, 2024

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. Amendments to the Listing Schedule, Delisting of Previously-Listed Contract Months and Subsequent Permanent Delisting of the CBL Core Global Emissions Offset (C-GEO) Futures Contract. NYMEX Submission No. 24-357

Dear Mr. Kirkpatrick:

New York Mercantile Exchange, Inc. (“NYMEX” or “Exchange”) is certifying to the Commodity Futures Trading Commission (“CFTC” or “Commission”) amendments to the listing schedule of the CBL Core Global Emissions Offset (C-GEO) Futures (the “Contract”) such that the Exchange shall cease listing additional contract months beyond the December 2024 contract month effective September 17, 2024 as noted in Table 1. below.

Effective immediately, NYMEX delisted previously-listed contract months beyond December 2024. The Contract will be permanently delisted on January 2, 2025 (collectively, the “Rule Amendments”). There is no open interest in delisted contract months.

Table 1.

Contract Title	Rulebook Chapter	CME Globex and CME ClearPort Code	Contract Months Remaining Available for Trading and Clearing	Delisted Contract Months	Last Listed Month / Date of Permanent Delisting
CBL Core Global Emissions Offset (C-GEO) Futures	1257	CGO	August 2024 through December 2024	January 2025 through December 2027	December 2024 / January 2, 2025

The last listed month of the Contract is December 2024. The Contract will be permanently delisted on January 2, 2025 (see Exhibit A below). At that time, information regarding the Contract will be deleted from

the respective product rulebook chapter, related position limits in the Position Limit, Position Accountability and Reportable Level Table located in the Interpretations and Special Notices Section of Chapter 5 (“Trading Qualifications and Practices”) of the NYMEX Rulebook, the CME Globex non-reviewable trading ranges located in Rule 588.H. of the NYMEX Rulebook, and the list of block-eligible products located on the CME Group website.

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 following Core Principles may be impacted by this initiative as follows:

- **Emergency Authority**: There is no open interest in the impacted contract months of the Contract, and therefore there will be no market disruption related to their delisting.
- **Daily Publication of Trading Information**: NYMEX will continue to publish contract trading volumes, open interest levels, and price information daily on its website until the permanent delisting of the Contract.
- **Prevention of Market Disruption**: Trading in the Contract will continue to be subject to the rules of the Exchange, which include prohibitions on manipulation, price distortion, and disruption to the settlement process.
- **Availability of General Information**: The Exchange will make publicly available the details of the initiative by publishing a Special Executive Report (“SER”) to the marketplace. The SER will be available on CME Group’s website.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchange certifies that the Rule 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 (312) 466-7478 or via e-mail at CMEGSubmissionInquiry@cmegroup.com.

Sincerely,

/s/ Timothy Elliott
Managing Director and Chief Regulatory Counsel

Exhibit A: NYMEX Rulebook Chapter 1257 (blackline format) – [Effective January 2, 2025]

Exhibit A
NYMEX Rulebook

(deletions struck through)

(Effective January 2, 2025)

Chapter 1257
CBL Core Global Emissions Offset (C-GEO) Futures

1257100. SCOPE OF CHAPTER

~~This chapter is limited in application to CBL Core Global Emissions Offset (C-GEO) Futures (“C-GEO Futures”). The procedures for trading, clearing, delivery and settlement not specifically covered herein or in Chapter 7 shall be governed by the general rules of the Exchange.~~

~~The provisions of these rules shall apply to all C-GEO Futures bought or sold for future delivery on the Exchange with the delivery of emissions offsets that meet the “C-GEO Screening Criteria” for the Core Global Emissions Offset (C-GEO) Standard Spot Contract set forth as Schedule 20 to the CBL Market Rules, as further identified and described [here](#).~~

~~The terms “seller” and “buyer” shall mean the seller of the physical product and the buyer of the physical product, respectively. Parties to the transaction may select a designee for making or taking delivery. The designee, if selected, must be the party’s Clearing Member. Any party utilizing a designee must submit designee information in such manner as prescribed by the Clearing House.~~

~~The term “C-GEO Screening Criteria” shall mean the (1) voluntary emissions offset unit screening criteria to identify voluntary emissions offset units as eligible for physical delivery under the Core Global Emissions Offset (C-GEO) Standard Spot Contract and (2) all other rules and procedures set forth in the CBL Standard Instruments Program, as identified and described [here](#).~~

~~The term “C-GEO Approved Registries” shall refer to the following registries included in the Core Global Emissions Offset (C-GEO) Standard Spot Contract:~~

- ~~• Verra Registry, operated by Verified Carbon Standard (VCS)~~

~~The term Verra Registry means the environmental commodity and voluntary carbon offset registry owned and controlled by Verified Carbon Standard (VCS).~~

~~The term “CBL Market Rules” means the operating rules and procedures of CBL Markets, including all requirements and rules associated with the provision of transfer services for futures products including the C-GEO Futures.~~

~~The term “CBL Markets” shall mean CBL Markets USA, LLC, an environmental commodity trading platform and exchange operator integrated with C-GEO Approved Registries and providing transfer services for registry account holders to transact in, hold and retire offsets.~~

~~The term “Emissions (Environmental) Offsets” shall mean a voluntary emissions offset unit meeting the C-GEO Screening Criteria and equivalent to a reduction of one tonne of carbon dioxide equivalent (tCO₂e).~~

~~For purposes of this rule, unless otherwise specified, times referred to herein shall refer to and indicate the Eastern Prevailing Time (EPT).~~

~~1257101.~~ **CONTRACT SPECIFICATIONS**

~~C-GEO Futures contract physically deliver emissions offsets that meet all C-GEO Screening Criteria.~~

~~1257102.~~ **TRADING SPECIFICATIONS**

~~The number of months open for trading at a given time shall be determined by the Exchange.~~

~~1257102.A. Trading Schedule~~

~~The hours for trading for this contract shall be determined by the Exchange.~~

~~1257102.B. Trading Unit~~

~~The contract unit shall be one thousand (1,000) Emissions (Environmental) Offsets meeting C-GEO Screening Criteria for delivery made by transfer through the CBL Market. Each contract shall be valued as the contract quantity (1,000) multiplied by the settlement price.~~

~~1257102.C. Price Increments~~

~~Prices shall be quoted in U.S. dollars and cents per offset. The minimum price fluctuation shall be \$0.01 per offset (\$10.00 per contract).~~

~~1257103.D. Special Price Fluctuation Limits~~

~~At the commencement of each trading day, the contract shall be subject to special fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits Table in the Interpretations & Special Notices Section of Chapter 5.~~

~~1257102.E. Position Limits, Exemptions, Position Accountability and Reportable Levels~~

~~The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.~~

~~A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.~~

~~Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.~~

~~1257102.F. Termination of Trading~~

~~Trading shall cease three Business Days prior to the last Business Day of the contract month. Any contracts remaining open after the last day of trading must be:~~

~~(a) Settled by delivery, which shall take place no later than the third Business Day after the termination of trading for the contract month; or~~

~~(b) Liquidated by means of a bona fide Exchange for Related Position (EFRP), pursuant to Exchange Rule 538. An EFRP is permitted in the expiring futures contract no later than 9:00 a.m. EPT one Business Day after trading terminates on the last day of trading of the expiring futures contract. An EFRP which establishes a futures position for either the buyer or the seller in an expired futures contract shall not be permitted following the termination of trading of an expired futures contract.~~

~~1257102.G. Final Settlement~~

~~The final settlement price for the Delivery Month shall be the Spot Price of the CBL Market Core Global Emissions Offset (C-GEO) Standard Spot Contract on the last trade date as determined by the Exchange. The final settlement price shall be the basis for delivery.~~

~~1257103.~~ **DELIVERY**

~~C-GEO Futures deliveries shall comply with all CBL Market Rules and requirements for the electronic transfer of offsets at the C-GEO Approved Registries. The foregoing notwithstanding, seller and buyer are required to designate and authorize CBL Markets as its designated agent for the C-GEO Approved Registries, and open and maintain an Environmental Management Account ("EMA"). Notwithstanding the use of a designee, all Clearing Members will remain ultimately responsible for performance of all applicable contract terms specific to the seller's Clearing Member and buyer's Clearing Member.~~

~~1257104.~~ **DELIVERY PROCEDURES**

~~CBL Markets is a transfer agent contracted by its account holders to facilitate the spot transfer of emissions offsets and payment. Deliveries against expiring contracts shall be by book-entry transfer. The seller's and buyer's Clearing Member is required to verify that its customer, as a buyer or seller, holds appropriate accounts at CBL Markets, and holds one or more registry account(s) with the C-GEO Approved Registries.~~

By 9:00 a.m. EPT, on the delivery day, the seller shall, 1) have available in their EMA-linked, C-GEO Approved Registry Account, a volume of claims to offsets held on the C-GEO Approved Registries that meet C-GEO Screening Criteria, equal to the total number of offsets they are responsible for delivering, and 2) deposit or otherwise commit and deliver such amount(s) of claims via the CBL Market Rules.

The buyer, in accordance with CBL Market Rules must ensure that sufficient funds, in USD, are available in their appropriate CBL Markets accounts no later than 9:00 a.m. EPT on the delivery day. Upon seller and buyer compliance, CBL Markets as transfer agent for the seller and buyer will transfer the appropriate funds to the seller and transfer and deliver the appropriate number of offsets meeting C-GEO Screening Criteria to the buyer with the C-GEO Approved Registries, by 2:00 p.m. EPT. Upon receipt of transfer confirmation from the Clearing Member, the Clearing House will release the delivery margins.

All rights, title, and interest in and to, and risk of loss related to, the offsets will transfer upon receipt in the applicable C-GEO Approved Registries account.

Seller and buyer shall always obtain and adequately maintain systems and technology as may be necessary in order to comply with CBL Market Rules or any C-GEO Approved Registries terms and conditions, use or other requirements. The Exchange may make amendments to delivery and timing of delivery, which may have a material impact to C-GEO Futures and will notify the Clearing Members of such amendments resulting from amendments of any C-GEO Approved Registries requirement as well as any issues with CBL Markets that could impact the processing of the delivery cycle. Amendments to the Core Global Emissions Offset (C-GEO) Standard Spot Contract eligible emissions unit programs and specific unit criteria found [here](#) may be amended from time to time by CBL Markets and/or C-GEO Approved Registries.

By scheduling transfer of offsets through the transfer services agent, the seller or the seller's Clearing Member represents and warrants that, at the time of delivery, it has good and marketable title to such offsets in its C-GEO Approved Registries account, and that such offsets are free and clear of all liens, security interests, claims, encumbrances and adverse claims.

1257104.A. Responsibilities of Clearing Members

1. ~~Notice of Intention to Accept~~

~~Clearing Members having open long positions shall provide the Clearing House with a Notice of Intention to Accept delivery by 2:00 p.m. EPT on the Business Day after the final day of trading providing number of contracts, EMA account, registry account and any other information required by the Exchange.~~

2. ~~Notice of Intention to Deliver~~

~~Clearing Members having open short positions shall provide the Clearing House with a Notice of Intention to Deliver by 2:00 p.m. EPT on the Business Day after the final day of trading providing number of contracts, Registry, EMA account and any other information required by the Exchange.~~

3. ~~Delivery Instructions~~

~~Upon receipt from the Exchange to Clearing Members of an assignment notice, Clearing Members shall submit delivery instructions by 10:00 a.m. EPT the business day following assignment notification to the Clearing House in a form as prescribed by the Clearing House.~~

1257104.B. Final Settlement Price

~~The final settlement price shall be the basis for delivery.~~

1257104.C. Assignment Day

~~The Clearing House shall allocate Notices of Intention to Accept and Notices of Intention to Deliver, on the first Business Day after the final day of trading, by matching positions, to the extent possible. The Clearing House shall provide Assignment Notice Reports to the respective Clearing Members on the first Business Day after the final day of trading.~~

1257105. TIMING OF DELIVERY

For purposes of this Rule 1257105:

~~“Delivery Period” shall mean the time between the final day of trading and the third Business Day following the final day of trading.~~

~~Delivery shall take place on the last day of the Delivery Period, which unless extended is the third Business Day after the final day of trading. Should the C-GEO Approved Registries or CBL Markets services be inoperable during the Delivery Period due to periodic maintenance that is an Exchange Business Day, the Exchange shall have the option to extend the Delivery Period by an additional Business Day at the registries, CBL Markets, and Exchange.~~

1. ~~The seller (or as applicable the seller's Clearing Member) shall have available in their appropriate CBL Markets accounts, offsets that meet C-GEO Screening Criteria equal to the total number of offsets they are responsible for delivering, and 2) deposit or otherwise commit and deliver such claim amounts in accordance with CBL Market Rules by 9:00 a.m. EPT on the third Business Day after the final day of trading of the Delivery Month.~~
2. ~~The buyer (or as applicable the buyer's Clearing Member) shall ensure cash is deposited equal to the full value of the product to their designated CBL Markets account by 9:00 a.m. EPT on the third Business Day after the final day of trading of the Delivery Month.~~
3. ~~The buyer (or as applicable the buyer's Clearing Member) shall receive confirmation from CBL Markets of scheduled offset transfers at the C-GEO Approved Registries by 2:00 p.m. EPT on the third Business Day after the final day of trading of the Delivery Month.~~
4. ~~For each seller or seller's Clearing Member that has satisfied its obligations under subsection (1) of this rule, CBL Markets shall deposit the full contract value by 2:00 p.m. EPT on the third Business Day after the final day of trading of the Delivery Month.~~

~~1257106. DELIVERY MARGINS AND PAYMENT~~

~~1257106.A. Definitions~~

~~For purposes of this Rule 1257106:~~

~~"Payment" shall include the settlement price, in U.S. dollars and cents, times the number of contracts times one thousand (1,000).~~

~~"Payment Date" shall mean the date on which the CBL Market transfers Payment in connection with a delivery to the seller. If the seller selects a designee, the CBL Market will transfer Payment in connection with a delivery to the seller's designee.~~

~~1257106.B. Margin~~

~~The buyer's Clearing Member and seller's Clearing Member shall deposit with the Exchange margins in such amounts and in such form as required by the Exchange. Such margins shall be returned on the Business Day following notification to the Exchange that delivery and Payment have been completed.~~

~~1257106.C. Payment~~

~~Any Payment made on the Payment Date shall be based on offsets that the seller is obligated to deliver pursuant to the applicable delivery.~~

~~In the event that delivery cannot be accomplished because of a failure of the CBL Markets wire, or because of a failure of either the buyer, the buyer's designee, the seller, or the seller's designee, delivery shall be made before 9:30 a.m. EPT on the next Business Day on which the CBL Markets wire, or bank access to it, is operable.~~

~~1257107. VALIDITY OF DOCUMENTS~~

~~The Exchange makes no representation respecting the authenticity, validity or accuracy of any Notice of Intention to Accept, Notice of Intention to Deliver, check or of any document, offset or instrument delivered pursuant to these rules.~~