

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 20-028

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

Filing as a: DCM SEF DCO SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 02/03/2020 Filing Description: Delisting of 1-Month and 3-Month Euro/U.S. Dollar ("EUR/USD") Realized Volatility Futures 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: _____

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.

February 3, 2020

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 the Delisting of the 1-Month and 3-Month Euro/U.S. Dollar (“EUR/USD”) Realized Volatility Futures Contracts.
CME Submission No. 20-028**

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 the delisting of the 1-Month Euro/U.S. Dollar (“EUR/USD”) VolContracts™ Futures (Rulebook Chapter: 261C; Code: 16E) and the 3-Month Euro/U.S. Dollar (“EUR/USD”) VolContracts™ Futures contracts (Rulebook Chapter: 261B; Code: 36E) (the “Contracts”) effective immediately. There is no open interest in the Contracts. The Contracts will be delisted from the CME Globex electronic trading platform and CME ClearPort, the venues on which they were listed for trading and clearing.

All references to the Contracts have been deleted from the CME Group website. Appendix A below provides amendments to CME Chapters 261B and 261C, respectively, in blackline format. Appendix B, attached under separate cover, provides the Position Limit, Position Accountability and Reportable Level Table located in the Interpretations and Special Notices Section of Chapter 5 (“Trading Qualifications and Practices”) (the “Table”) in blackline format.

CME reviewed the designated contract market core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA” or “Act”) and identified the following Core Principles as being potentially impacted:

- **Availability of General Information:** CME will issue a Special Executive Report (“SER”) regarding the delisting of the Contracts. The SER will also be posted on the CME Group website.
- **Emergency Authority:** There is no open interest in the Contracts, and therefore there will be no market disruption related to their delisting.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), CME hereby certifies that the delisting of the Contracts complies with the Act, including regulations under the Act. There were no substantive opposing views to this 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>.

If you require any additional information regarding this submission, please contact me at 212-299-2200 or CMEGSubmissionInquiry@cmegroup.com.

Sincerely,

/s/ Christopher Bowen
Managing Director and Chief Regulatory Counsel

Attachments: Appendix A – CME Rulebook Chapters (blackline format)
Appendix B – Position Limit, Position Accountability, and Reportable Level Table in
Chapter 5 of the CME Rulebook (attached under separate cover)

Appendix A

CME Rulebook

(deletions struck through)

Chapter 261B

~~3-Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 3-Month VolContracts™)⁴ Futures~~

~~261B00. SCOPE OF CHAPTER~~

~~This chapter is limited in application to 3-Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 3-Month VolContracts) futures. In addition to this chapter, Euro 3-Month VolContracts shall be subject to the general rules and regulations of the Exchange insofar as applicable.~~

~~For purposes of this chapter, unless otherwise specified, times referred to herein shall refer to and indicate Chicago time.~~

~~261B01. TRADING SPECIFICATIONS~~

~~261B01.A. Trading Schedule~~

~~Futures contracts shall be scheduled for trading and delivery during such hours and in such months as may be determined by the Exchange.~~

~~261B01.B. Trading Unit~~

~~The unit of trading shall be \$1,000.00 times the Euro 3-Month Reference Value.~~

~~261B01.C. Price Increments~~

~~Minimum price fluctuations shall be in multiples of 0.01 of a Euro 3-Month Reference Value point, equivalent to \$10.00 per contract ($-\$1,000.00 \times 0.01$).~~

~~261B01.D. 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 550 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.~~

~~261B01.E. [Reserved]~~

~~261B01.F. [Reserved]~~

~~261B01G. Termination of Trading~~

~~Futures trading shall terminate at 2:00 p.m. on the second Friday immediately preceding the third Wednesday of the contract month. If this date for termination is a bank holiday in Chicago or New York City, then futures trading shall terminate on the next preceding Business Day common to Chicago and New York City banks and the Exchange.~~

~~261B01H. [Reserved]~~

⁴VolContract™ is a trademark of The Volatility Exchange Corporation; the instruments and trademarks are licensed for use by CME Group.

~~261B02. SETTLEMENT PROCEDURES~~

~~261B02.A. Cash Settlement~~

~~Euro 3 Month Vol Contracts shall be settled in cash to a value of \$1,000 times the Euro 3 Month Reference Value.~~

~~261B02.B. Euro 3 Month Reference Value Calculation~~

~~The Euro 3 Month Reference Value (RV) is calculated as the annualized standard deviation of log returns of daily futures settlement prices as follows.~~

$$RV = 100 \cdot \sqrt{\left(\frac{252}{N}\right) \sum_{t=1}^N \left(\ln \frac{P_t}{P_{t-1}}\right)^2}$$

~~Where P_t is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 3 Month Vol Contract, on day t . P_{t-1} is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 3 Month Vol Contract, on the Business Day immediately prior to day t . N is number of Business Days in quarterly calculation period.~~

~~The quarterly calculation period commences on the first Business Day immediately subsequent to the second Friday immediately preceding the third Wednesday of the third calendar month preceding named contract month. The quarterly calculation period concludes on the day on which trading is terminated. Days where futures settlement prices are unavailable do not contribute to calculation.~~

~~The result is multiplied by 100. Thus, a value of 20.00% (0.20) is expressed as 20.00; a value of 10.00% (0.10) is expressed as 10.00.~~

~~261B03. [RESERVED]~~

(End Chapter 261B)

Chapter 261C

1 Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 1 Month VolContracts™)² Futures

261C00. SCOPE OF CHAPTER

This chapter is limited in application to 1 Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 1 Month VolContracts) futures. In addition to this chapter, Euro 1 Month VolContracts shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred to herein shall refer to and indicate Chicago time.

261C01. TRADING SPECIFICATIONS

261C01.A. Trading Schedule

Futures contracts shall be scheduled for trading and delivery during such hours and in such months as may be determined by the Exchange.

261C01.B. Trading Unit

The unit of trading shall be \$1,000.00 times the Euro 1 Month Reference Value.

261C01.C. Price Increments

Minimum price fluctuations shall be in multiples of 0.01 of a Euro 1 Month Reference Value point, equivalent to \$10.00 per contract ($-\$1,000.00 \times 0.01$).

261C01.D. 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 550 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

261C01.E. [Reserved]

261C01.F. [Reserved]

261C01G. Termination of Trading

Futures trading shall terminate at 2:00 p.m. on the second Friday immediately preceding the third Wednesday of the contract month. If this date for termination is a bank holiday in Chicago or New York City, then futures trading shall terminate on the next preceding Business Day common to Chicago and New York City banks and the Exchange.

261C01H. [Reserved]

261C02. SETTLEMENT PROCEDURES

261C02.A. Cash Settlement

Euro 1 Month VolContracts shall be settled in cash to a value of \$1,000 times the Euro 1 Month Reference Value.

261C02.B. Euro 1 Month Reference Value Calculation

The Euro 1 Month Reference Value (RV) is calculated as the annualized standard deviation of log returns of daily futures settlement prices as follows.

$$RV = 100 \cdot \sqrt{\left(\frac{252}{N}\right) \sum_{t=1}^N \left(\ln \frac{P_t}{P_{t-1}}\right)^2}$$

²VolContract™ is a trademark of The Volatility Exchange Corporation; the instruments and trademarks are licensed for use by CME Group.

~~Where P_t is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 1 Month VolContract, on day t . P_{t-1} is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 1 Month VolContract, on the Business Day immediately prior to day t . N is number of Business Days in monthly calculation period.~~

~~The monthly calculation period commences on the first Business Day immediately subsequent to the second Friday immediately preceding the third Wednesday of the first calendar month preceding named contract month. The monthly calculation period concludes on the day on which trading is terminated. Days where futures settlement prices are unavailable do not contribute to calculation.~~

~~The result is multiplied by 100. Thus, a value of 20.00% (0.20) is expressed as 20.00; a value of 10.00% (0.10) is expressed as 10.00.~~

~~261C03. [RESERVED]~~

(End Chapter 261C)

Appendix B

**CME Rulebook
Chapter 5
("Trading Qualifications and Practices")**

Position Limit, Position Accountability, and Reportable Level Table

(attached under separate cover)