

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 20-224

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

Filing as a: **DCM** **SEF** **DCO** **SDR**

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 05/11/2020 **Filing Description:** Weekly Notification of Amendments Related to Product Terms and Conditions - Week of May 4, 2020

SPECIFY FILING TYPE

Please note only ONE choice allowed per Submission.

Organization Rules and Rule Amendments

- | | | |
|--------------------------|-------------------------------------|------------|
| <input 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:

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 |

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 checked="" type="checkbox"/> | Notification | § 40.6(d) |

Official Name(s) of Product(s) Affected: See filing.

Rule Numbers: See filing.



Christopher Bowen
Managing Director and Chief Regulatory Counsel
Legal Department

May 11, 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, DC 20581

**Re: CFTC Regulation 40.6(d) Notification. Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) Weekly Notification of Amendments Related to Product Terms and Conditions.
CME Submission No. 20-224**

Dear Mr. Kirkpatrick:

Pursuant to Commodity Futures Trading Commission (“CFTC” or “Commission”) Regulation 40.6(d), the Exchange submits this weekly notification of the following amendments related to product terms and conditions effective during the week of May 4, 2020.

Effective Sunday, May 3, 2020, for trade date Monday, May 4, 2020, the Exchange amended Rule 350A01.C. (“Minimum Fluctuations”) to reduce the minimum price fluctuation of the Options on Bitcoin Futures contract for trades executed on the CME Globex electronic trading platform and for submission for clearing via CME ClearPort. The marketplace was notified of the amendments via Special Executive Report (“SER”) 8546, which is attached hereto as Exhibit A.

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

Sincerely,

/s/ Christopher Bowen
Managing Director and Chief Regulatory Counsel

Attachment: Exhibit A – SER 8546



Exhibit A

Special Executive Report

DATE: March 5, 2020

SER#: 8546

SUBJECT: Reduction of the Minimum Price Fluctuation of the Options on Bitcoin Futures Contract

Effective Sunday, May 3, 2020, for trade date Monday, May 4, 2020, Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) will amend Rule 350A01.C. (“Minimum Fluctuations”) to reduce the minimum price fluctuation of the Options on Bitcoin Futures contract (the “Contract”) for trades executed on the CME Globex electronic trading platform and for submission for clearing via CME ClearPort as noted in the table below.

Contract Title	Rulebook Chapter	Commodity Code	Current Minimum Price Fluctuation	Reduced Minimum Price Fluctuation
Options on Bitcoin Futures	350A	BTC	5.00 per bitcoin = \$25.00	Regular Tick: 5.00 index points (\$25.00) for premium > 25.00 index points (\$125.00) Reduced Tick: 1.00 index point (\$5.00) for premium at or below 25.00 index points (\$125.00)

Currently, the Exchange permits options in 5 point increments only. For example, “5, 10, 15, 20, 25, 30, 35, etc.”

Pursuant to the amendments, the Exchange will permit 1 point increments if the option premium is below 25 points. For example, “1, 2, 3, 4...23, 24, 25, 30, 35, etc.”

Also pursuant to the amendments, the Exchange will permit for spreads or combinations of options in 1 point increments if the absolute value of the price of the spread is fewer than 25 points.

Amendments to Rule 350A01.C. (“Minimum Fluctuations”) of the Contract are provided below in blackline format.

CME Rulebook

Chapter 350A Options on Bitcoin Futures

(additions underscored)

* * *

350A01. OPTIONS CHARACTERISTICS

* * *

350A01.C. Minimum Fluctuations

* * *

Option prices shall be quoted in USD per bitcoin (BRR Index points), each BRR Index point representing \$1.00 per bitcoin or \$5.00 per Bitcoin Futures contract.

The minimum price fluctuation shall be \$5.00 per bitcoin (equal to \$25.00 per option contract), provided that trades at a premium equal to or less than \$25.00 per bitcoin (\$125.00 per option contract) may occur at price levels that are integer multiples of \$1.00 per bitcoin (equal to \$5.00 per option contract).

Option Spreads and Combinations

Any option contract that trades as a component of a spread or combination shall be traded at a price that conforms to the applicable minimum price fluctuation as set forth in this Rule, provided that for any option spread or combination that trades at a net premium of \$25.00 (equal to \$125.00 per option contract spread) or fewer, each option contract comprised within such spread or combination may trade in price increments of \$1.00 per bitcoin (equal to \$5.00 per option contract).

[Remainder of Rule Unchanged.]

The Commodity Futures Trading Commission (“CFTC”) will be notified of the aforementioned amendments during the week of May 11, 2020, via the weekly notification procedures set forth in Part 40 of the CFTC Regulations.

Inquiries regarding this matter may be directed to:

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