

**SUBMISSION COVER SHEET**

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

**Registered Entity Identifier Code (optional):** 16-286

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

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

**Please note - only ONE choice allowed.**

**Filing Date (mm/dd/yy):** 7/25/2016    **Filing Description:** Delisting of Two (2) Interest Rate Futures and 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:**

**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:** Three-Month Euroyen Futures, Options on Three-Month Euroyen Futures

**Rule Numbers:** 501,501A,, Chapter 5 Position Limit, Position Accountability and Reportable Level Table

July 25, 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 the Delisting of Two (2) Interest Rate Futures and Option Contracts.  
CME Submission No. 16-286**

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 two (2) interest rate futures and option contracts (the “Contracts”) as noted below, effective immediately. The Contracts were listed for trading on the CME trading floor (options only) and CME Globex, and for submission of block trades through CME ClearPort. There was no open interest in the Contracts.

Contract Title	Rulebook Chapter	Commodity Code
Three-Month Euroyen Futures	501	EY
Options on Three-Month Euroyen Futures	501A	EY

The Contracts will be delisted from all venues on which they are currently listed. The Contracts’ rule chapters and terms and conditions will be deleted from the Exchange rulebook. The Exchange is providing, in Appendix A, a strikethrough of chapter 501 and chapter 501A. Additionally, the terms and conditions of the contracts being delisted which are contained in the Position Limit, Position Accountability and Reportable Level Table located in the Interpretations and Special Notices Section of Chapter 5 of the CME Rulebook will also be removed. Please see Appendix B, attached under separate cover.

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 delisting of the Contracts may have some bearing on the following Core Principles:

- Emergency Authority: There is no open interest in the Contracts that are being delisted, and therefore there will be no market disruption.
- Availability of General Information: The Exchange will make publically available the details of the Contracts’ delisting by publishing a notice to the market. Furthermore, the Exchange will update the CME rulebook to reflect the delisting of the Contracts.

Pursuant to Section 5c(c) of the Act and CFTC Rule 40.6(a), the Exchange 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>.

Should you have questions concerning the above, please contact the undersigned at (212) 299-2200 or via e-mail at [CMESubmissionInquiry@cmegroup.com](mailto:CMESubmissionInquiry@cmegroup.com).

Sincerely,

/s/Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachments: Appendix A – CME Chapters 501 and 501A (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

#### Chapters 501 and 501A

(deletions are struckthrough)

#### ~~Chapter 501~~

#### ~~Three-Month Euroyen Futures~~

##### ~~50100. SCOPE OF CHAPTER~~

~~This chapter is limited in application to Three-Month Euroyen futures ("Euroyen futures"). In addition to this chapter, Euroyen futures 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 herein shall refer to and indicate Chicago time.~~

##### ~~50101. CONTRACT SPECIFICATIONS~~

~~Each futures contract shall be for a Euroyen Time Deposit having a principal value of 100,000,000 Japanese yen with a three-month term to maturity.~~

##### ~~50102. TRADING SPECIFICATIONS~~

###### ~~50102.A. Trading Schedule~~

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

###### ~~50102.B. Trading Unit~~

~~The size of the unit of trading shall be Euroyen Time Deposits in the amount of 100,000,000 Japanese yen.~~

###### ~~50102.C. Price Increments~~

~~Prices shall be quoted in terms of the IMM Index, 100.00 minus the yield on an annual basis for a 360-day year. (For example, a deposit rate of 7.20% shall be quoted as 92.80.)~~

###### ~~1. The Nearest Four Contract Months in the March Quarterly Cycle~~

~~Minimum fluctuations of the IMM Index shall be in multiples of 0.0025 (625 Japanese yen).~~

###### ~~2. All Other Contract Months~~

~~Minimum fluctuations of the IMM Index shall be in multiples of 0.005 (1,250 Japanese yen).~~

###### ~~50102.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 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.~~

###### ~~50102.E. Special Price Fluctuation Limits~~

~~At the commencement of each trading day, the contract shall be subject to special price 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.~~

###### ~~50102.F. [Reserved]~~

###### ~~50102.G. Termination of Trading~~

~~Futures trading shall terminate at 11:00 a.m. Tokyo time on the second Tokyo Business Day immediately preceding the third Wednesday of the contract month.~~

###### ~~50102.H. [Reserved]~~

###### ~~50102.I. [Reserved]~~

##### ~~50103. SETTLEMENT PROCEDURES~~

~~Delivery shall be by cash settlement.~~

###### ~~50103.A. Final Settlement Price~~

The final settlement price shall be equal to the final settlement price, as determined by the Singapore Exchange, of the expiring SGX Three-Month Euroyen futures contract with the same named month of expiry.

#### **50103.B. Delivery**

Clearing members holding open positions in a Euroyen futures contract at the time of termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation margin procedures based on a settlement price equal to the final settlement price.

#### **50103.C.-I. [Reserved]**

#### **50104.-07. [RESERVED]**

## **Chapter 501A Options on Three-Month Euroyen Futures**

### **501A00. SCOPE OF CHAPTER**

This chapter is limited in application to options on Three-Month Euroyen futures ("Euroyen options"). In addition to this chapter, Euroyen options 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 herein shall refer to and indicate Chicago time.

### **501A01. OPTIONS CHARACTERISTICS**

#### **501A01.A. Contract Months, Trading Hours and Trading Halts**

Options contracts shall be listed for such contract months and scheduled for trading during such hours, except as indicated below, as may be determined by the Exchange.

#### **501A01.B. Trading Unit**

The trading unit shall be an option to buy, in the case of the call, or to sell in the case of the put, one Three-Month Euroyen Time Deposit futures contract as specified in Chapter 501.

#### **501A01.C. Minimum Fluctuations**

The price of an option shall be quoted in IMM Index points. Each 0.01 IMM Index point (1 basis point) shall represent 2,500 Japanese yen per contract. For example, a quote of 0.35 represents an option price of 87,500 Japanese yen (35 basis points x 2,500 Japanese yen).

For any option that is exercisable into any Three-Month Euroyen futures contract for which the minimum price increment is 0.0025 IMM Index points, per CME Rule 50102.C., the minimum fluctuation in option premium shall be 0.0025 IMM Index points (625 Japanese yen per contract).

For any option that is exercisable into any Three-Month Euroyen futures contract for which the minimum price increment is 0.005 IMM Index points, per CME Rule 50102.C., the minimum fluctuation in option premium shall be 0.005 IMM Index points (1,250 Japanese yen per contract).

Trades may also occur at a price of 300 Japanese yen, whether or not such trades result in the liquidation of positions for both parties to the trade.

#### **501A01.D. Underlying Futures Contract**

##### **1. Options in the March Quarterly Cycle**

For options that expire in the March quarterly cycle (i.e., March, June, September and December), the underlying futures contract is the futures contract for the month in which the option expires. For example, the underlying futures contract for an option that expires in March is the March futures contract.

##### **2. Options Not in the March Quarterly Cycle**

For options that expire in months other than those in the March quarterly cycle (i.e., January, February, April, May, July, August, October and November), the underlying futures contract is the next futures contract in the March quarterly cycle that is nearest the expiration of the option. For example, the underlying futures contract for options that expire in January or February is the March futures contract.

#### **501A01.E. Exercise Prices**

For any option, the exercise price shall be stated in terms of the IMM Index for the Three-Month Euroyen futures contract (CME Rule 50102.C.) that is deliverable upon exercise of such option. Customarily, and without limitation, the Exchange shall list exercise price levels as follows:

##### **1. Quarter-Point Exercise Prices**

For any given option expiration month (Rule 501A01.D.) the Exchange shall list options with exercise prices at intervals for which the last two digits are 00, 25, 50, or 75 ("quarter point exercise prices"), e.g., 93.00, 93.25, 93.50, 93.75.

At the commencement of trading in options for any given option expiration month, the Exchange shall list put and call options at the exercise price that is nearest to the previous daily settlement price of the respective underlying futures contract ("at-the-money exercise price"). The Exchange also shall list options for exercise at all eligible price levels within and including 1.50 IMM Index points above and 1.50 IMM Index point below such at-the-money exercise price level.

## **2. Special Listings of Eighth-Point Exercise Prices**

At the commencement of trading in options for any given option expiration month, the Exchange shall list additional options with exercise prices at intervals for which the last three digits are 125, 375, 625, and 875 ("eighth point exercise prices"), e.g., 93.125, 93.375, 93.625, 93.875. The Exchange shall list options for exercise at all such price levels within and including 1.50 IMM Index points above and 1.50 IMM Index points below the at-the-money exercise price (Rule 501A01.E.1.).

Thereafter, the Exchange shall ensure that put and call options are listed for trading at all eligible exercise price levels (Rule 501A01.E.1. and 501A01.E.2.) within and including 1.50 IMM Index points above and 1.50 IMM Index points below the exercise price that is nearest to the previous daily settlement price of the respective underlying futures contract. For any given option expiration month, options may be listed for trading up to and including their termination of trading.

The Exchange may modify the provisions governing the establishment of exercise prices as it deems appropriate.

### **501A01.F. [Reserved]**

### **501A01.G. 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.

### **501A01.H. Special Price Fluctuation Limits**

At the commencement of each trading day, the contract shall be subject to special price 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.

### **501A01.I. [Reserved]**

### **501A01.J. Termination of Trading**

#### **1. Options in the March Quarterly Cycle**

For options that expire in the March quarterly cycle, options trading shall terminate at the same date and time as the underlying futures contract.

#### **2. Options Not in the March Quarterly Cycle**

Options trading for contracts not in the March quarterly cycle shall terminate at the close of trading on the Friday preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

### **501A01.K. [Reserved]**

## **501A02. EXERCISE AND ASSIGNMENT**

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of Euroyen options:

### **501A02.A. Exercise of Option by Buyer**

An option may be exercised by the buyer on any business day that the option is traded. To exercise an option, the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on the day of exercise.

An option in the March quarterly cycle that is in the money and has not been liquidated or exercised prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by the clearing member representing the option buyer by 7:00 p.m. on the day of determination of the final settlement price of the underlying Three-Month Euroyen futures contract, be exercised automatically.

In the money options that expire in months other than those in the March quarterly cycle and have not been liquidated or exercised prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically. An option is in the money if the settlement price of the underlying futures contract at the

termination of trading lies above the exercise price in the case of a call, or lies below the exercise price in the case of a put.

**501A02.B. Assignment**

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the trading day of acceptance by the Clearing House of the exercise notice.

**501A03. [RESERVED]**

**Appendix B**  
**Position Limit, Position Accountability, and Reportable Level Table in Chapter 5  
of the CME Rulebook**

(attached under separate cover)