



Christopher Bowen
Managing Director and Chief Regulatory Counsel
Legal Department

November 3, 2011

VIA E-MAIL

Mr. David Stawick
Office of the Secretariat
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, N.W.
Washington, D.C. 20581

**RE: Combined Energy & Metals Globex Volume Incentive Program for High
Volume Contributors
NYMEX/COMEX Submission No. 11-405**

Dear Mr. Stawick:

New York Mercantile Exchange, Inc. ("NYMEX") and the Commodity Exchange, Inc ("COMEX") (NYMEX and COMEX collectively the "Exchanges") hereby notify the Commodity Futures Trading Commission ("Commission") that they plan to implement a Combined Energy & Metals Globex Volume Incentive Program for High Volume Contributors ("Program"). This Program will become effective on November 18, 2011.

Exhibit 1 sets forth the terms of this Program.

The Exchanges' business staff responsible for the Program and the Exchanges' legal department collectively reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodities Exchange Act ("CEA"). During the review, Exchanges' staff identified the following Core Principles as potentially being impacted; Prevention of Market Disruption, Execution of Transactions, Protection of Market Participants, Compliance with Rules and Recordkeeping.

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

NYMEX and COMEX certify that the Program complies with the Commodity Exchange Act 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>

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If you require any additional information regarding this submission, please contact Robert Lev at 312-930-3019 or via e-mail at robert.lev@cmegroup.com, or contact me at 212-299-2200. Please reference our NYMEX/COMEX Submission No. 11-405 in any related correspondence.

Sincerely,

/s/ Christopher Bowen
Managing Director, Chief Regulatory Counsel

Attachments

EXHIBIT 1

Combined Energy & Metals Globex Volume Incentive Program for High Volume Contributors

Program Purpose.

The purpose of this Program is to encourage significantly high volume market participants to increase their Globex volume enhancing market liquidity for the products listed below. A more liquid contract benefits all participants in the market.

Product Scope

Light Sweet Crude Oil futures, Natural Gas Futures, Heating Oil Futures, RBOB Gasoline futures, Gold futures, Silver futures, Copper futures, Platinum futures and Palladium futures contracts that are traded on the CME Globex Platform ("Products").

Eligible Participants

NYMEX may designate up to three (3) participants in the Program. Participants may be NYMEX or COMEX members or non-members that are not participating in any other incentive program related to the Products. The Exchanges, in their sole discretion, will use a variety of factors in determining whether or not a prospective participant is selected to participate in the Program, including but not limited to a prospective participant maintaining, over a recent time period, a significantly large combined average daily volume in the Products and the prospective participant maintaining, over a recent time period, a significantly high combined percentage of volume traded in Light Sweet Crude Oil futures, Natural Gas Futures, Heating Oil Futures and RBOB Gasoline futures as resting volume as well as maintaining, over a recent time period, a significantly high combined percentage of volume traded in Gold futures, Silver futures, Copper futures, Platinum futures and Palladium futures as resting volume.

Program Term

Start date is November 18, 2011. End date is June 30, 2012.

Hours

N/A

Progressive Tiered Volume Incentives

Once accepted into the Program, participants will be eligible to participate in tiered volume incentives whereby participants may be charged reduced fee rates for Light Sweet Crude Oil futures, Natural Gas Futures, Heating Oil Futures, and RBOB Gasoline futures, Gold futures, Silver futures, Copper futures, Platinum futures and Palladium futures contracts that a participant trades on the CME Globex Platform during regular trading hours. The progressive tiered volume levels are predetermined by NYMEX and COMEX and are based on a participant's combined daily volume of contracts in the above-referenced Products on the CME Globex Platform.

Monitoring and Termination of Status

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