

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 18-307 (1 of 2)

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

Filing as a: DCM SEF DCO SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 07/11/2018 **Filing Description:** Amendments to CME SEF Chapter 10 – U.S. Midwest #1 Busheling Ferrous Scrap (AMM) Swap Contract to Increase Minimum Price Fluctuation and Related Amendments to the Globex Non Reviewable Trading Ranges Table.

SPECIFY FILING TYPE

Please note only ONE choice allowed per Submission.

Organization Rules and Rule Amendments

- | | | |
|-------------------------------------|-------------------------------------|------------|
| <input checked="" 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: See filing.

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

Official Name(s) of Product(s) Affected:

Rule Numbers:

July 11, 2018

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(a) Certification. Notification Regarding Amendment to CME SEF Chapter 10 – U.S. Midwest #1 Busheling Ferrous Scrap (AMM) Swap Contract to Increase in Minimum Price Fluctuation and Related Amendments to the Globex Non-Reviewable Trading Ranges Table. CME SEF Submission No. 18-307 (1 of 2)

Dear Mr. Kirkpatrick:

Chicago Mercantile Exchange Inc., a registered swap execution facility (“SEF”), (“CME SEF” or “Exchange”) is notifying the Commodity Futures Trading Commission (“CFTC” or “Commission”) that it is self-certifying rule amendments to Rule 10102.C. (“Price Increments”) of the U.S. Midwest #1 Busheling Ferrous Scrap (AMM) Swap Contract (CME SEF Rulebook Chapter 10; Commodity Code: BUW) (the “Contract”) and related amendments to the Globex Non-Reviewable Trading Ranges table (collectively, the “Rule Amendments”) effective on Sunday, July 29, 2018 for trade date Monday, July 30, 2018.

Specifically, the Exchange is increasing the minimum price fluctuation of the Contract from \$0.01 per gross ton on the CME Globex electronic trading platform and for trades submitted for clearing via CME ClearPort as noted in the table below. The daily settlement price of the Contract will reflect the \$1.00 price increment. Since the final settlement price of the Contract is an average as published by American Metal Market (“AMM”), the Exchange will continue to final settle the Contract at \$0.01 per gross ton.

Contract Title	Rulebook Chapter	Commodity Code	Minimum Price Fluctuation for Trading and Daily Settlement	
			Current	Effective as of Trade Date July 30, 2018
U.S. Midwest #1 Busheling Ferrous Scrap (AMM) Swap	10	BUW	\$0.01	\$1.00

The Rule Amendments will more accurately reflect current market practices and provide the marketplace with more relevant minimum price fluctuations.

The related futures contract is also listed for trading on the CME Globex electronic trading platform and or submission for clearing on New York Mercantile Exchange, Inc. ("NYMEX"). NYMEX is implementing similar amendments to the related futures contract also effective on trade July 30, 2018. (See NYMEX Submission Nos. 18-245 and 18-306).

The Rule Amendments are provided below in blackline format in Exhibits A and B.

The Exchange reviewed the SEF core principles ("Core Principles") as set forth in the Commodity Exchange Act ("CEA" or "Act") and identified that the Rule Amendments may have some bearing on the following Core Principles:

- **Ability to Obtain Information:** The Exchange will update the CME SEF Rulebook on the CME Group website to reflect the Rule Amendments on the effective date.
- **Timely Publication of Trading Information:** The Exchange shall continue to make public daily information on settlement prices, volume, open interest, and opening and closing ranges for the Contract.

Pursuant to Section 5c(c) of the Act and CFTC Regulations 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 Rule Amendments.

The Exchange certifies that this submission has been concurrently posted on the CME Group website at <http://www.cmegroup.com/market-regulation/rule-filings.html>.

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

Attachments: Exhibit A: CME SEF Rule 10102.C. (blackline format)
Exhibit B: CME SEF ("Globex Non-Reviewable Trading Ranges") Table

Exhibit A

CME SEF RULEBOOK

(additions are underscored; deletions are ~~struck through~~.)

Chapter 10: US Midwest Busheling Ferrous Scrap (AMM) Swap (BUW)

10102. TRADING SPECIFICATIONS

The number of months open for trading at a given time shall be determined by CME SEF.

10102.A. Trading Schedule

The hours of trading for this contract shall be determined by CME SEF.

10102.B. Trading Unit

The contract quantity shall be 20GT. Each contract shall be valued as the contract quantity multiplied by the settlement price.

10102.C. Price Increments

Prices shall be quoted in U.S. dollars and cents per gross ton. The minimum price fluctuation shall be ~~\$0.04~~ 1.00 per gross ton. There shall be no maximum price fluctuation.

10102.D. Termination of Trading

Trading shall terminate on the 10th calendar day of the contract month. If the 10th calendar day falls into a holiday or weekend, the price will settle on the immediate following business day. Business days are based on the US Public Holiday calendar.

Exhibit B

CME SEF RULEBOOK

(additions are underscored; deletions are ~~struck through~~.)

(“Globex Non-Reviewable Trading Ranges”) Table

Instrument	Globex Symbol	NRR including Unit of Measure	Non-Reviewable Range (NRR) in Globex format	NRR Ticks
U.S. Midwest #1 Busheling Ferrous Scrap (AMM) Futures	BUW	\$50.00 per gross ton	5000	5000 <u>50</u>