

Chapter 412

CME Pacific Rim Seasonal CAT Index Futures

41200. SCOPE OF CHAPTER

This chapter is limited in application to CME Pacific Rim Seasonal CAT Index futures. In addition to this chapter, CME Pacific Rim Seasonal Index 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.

41201. CONTRACT SPECIFICATIONS

1. Cumulative Average Temperature

The daily average temperature is defined as the arithmetic average calculated over a twenty-four (24) hour period. Observations are recorded by the Japan Meteorological Agency (JMA) and processed by Speedwell Settlement Services Ltd.

- Tokyo, Japan (WMO 47662): Average of the 24-hourly readings between and including 0100 JST D0 and 0000 JST D+1 (D = calendar day)

2. The Pacific Rim Seasonal CAT Indexes

Each particular CME Pacific Rim Seasonal index is the accumulation of the daily average temperatures over a minimum of two, and a maximum of seven, consecutive calendar months. A separate futures contract shall be listed for each strip. The accumulation period of each CME Pacific Rim CAT strip index begins with the first calendar day of the first month of the strip, and ends with the last calendar day of the last month of the defined strip.

Cooling Degree Days Strips:

- May – September
- July – August
- Q2 (April – June)
- Q3 (July – September)

Heating Degree Days Strips:

- November – March
- December – February
- Q1 (Jan – March)
- Q4 (October – December)

41202. TRADING SPECIFICATIONS

41202.A. Trading Schedule

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

41202.B. Trading Unit

The size of the unit of trading shall be ¥2,500 (Japanese Yen) times the respective CME Pacific Rim Seasonal CAT Index.

41202.C. Price Increments

The minimum price fluctuation on the CME Pacific Rim Seasonal Index futures contract shall be .01 index point and have a value of ¥25 (Japanese Yen).

41202.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.

41202.E. Termination of Trading

Futures trading shall terminate at 9:00 a.m. on the second Exchange Business Day after the last calendar day of the last month of the defined strip.

41203. SETTLEMENT PROCEDURES**41203.A. Final Settlement Price**

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Pacific Rim Seasonal Index reported by Speedwell Settlement Services Ltd. for that contract period, using the methodology in effect on that date, on the second Exchange Business Day after the last calendar day of the last month of the defined strip. For example, on October 2, 2020, the July 2020-September 2020 Tokyo Season Index would have been settled at 2381 degrees.

41203.B. Final Settlement

Clearing members holding open positions in a CME Pacific Rim Seasonal Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

(End Chapter 412)

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 412****LIMITATION OF LIABILITY AND DISCLAIMER**

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