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October 23, 2003

Ms. Jean A. Webb
Secretary
Commodity Futures Trading Commission
Three Lafayette Center
1155 21st Street, N.W.
Washington, D.C. 20581

Reference File # 2377.01
Rule Certification

Dear Ms. Webb:

Pursuant to Commission Regulation 40.6, the Chicago Board of Trade (CBOT[®]) hereby submits the following:

- **Amendments to Regulation 450.02G per the attached text (additions underlined; deletions bracketed and struck through).**

The referenced amendments clarify that an individual on a firm-owned membership will be treated as a member (rather than as a delegate) in determining both the floor brokerage and the transaction fees applicable to trades which the member makes for the proprietary account and for customer accounts of an affiliate of the member firm which owns his/her membership.

The CBOT intends to implement these amendments no sooner than one day following the Commission's receipt of this filing.

There were no opposing views among the CBOT's Board of Directors concerning these amendments.

The CBOT certifies that these amendments comply with the Commodity Exchange Act and the rules thereunder.

Sincerely,

Paul J. Draths
Vice President and Secretary

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- Proposed revisions to Regulation 450.02G-
(Additions underlined; deletions bracketed and struck through)

450.02G [Floor Brokerage] Fees in Connection with [for] Firm-Owned Memberships and Membership Interests – ~~[For purposes of Rule 450.00(a), the following brokerage fee rates shall apply when an individual utilizing a firm-owned Membership or Membership Interest acts as a floor broker for the proprietary account of an affiliate of the member firm which owns his/her Membership or Membership Interest:~~

- a) ~~5 cents per contract/per side for trades which the floor broker executes;~~
- b) ~~No brokerage fee for trades which the floor broker both initiates and executes.]~~

For purposes of Rule 450.00(a)(3), an individual utilizing a firm-owned Membership or Membership Interest shall be treated as a member (rather than as equivalent to a delegate) to the extent that such individual executes, or initiates and executes, as applicable, trades on behalf of the proprietary account or a customer account, as applicable, of an affiliate of the member firm which owns his/her Membership or Membership Interest.

For purposes of this regulation, the term “affiliate” shall mean a member firm affiliate as defined in Regulation 450.02D, ~~[non-Futures Commission Merchant entity which, directly or indirectly, is wholly owned by a member firm, which wholly owns a member firm, or which is wholly owned by the same parent company(ies) as a member firm.]~~ For purposes of this regulation, the term “member firm” shall refer only to a firm registered with the Exchange pursuant to registration categories (1a), (1b), (2a), ~~[or] (2b)~~ or (3) of Regulation 230.02.