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March 22, 2006

Ms. Jean A. Webb
Office of the Secretariat
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, NW
Washington, DC 20581

**RE: CME Rule 300.E.
Submission No. 06-27**

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OFFICE OF THE SECRETARIAT

Dear Ms. Webb:

Chicago Mercantile Exchange Inc. ("CME" or "Exchange") hereby notifies the Commission that the Exchange approved a minor amendment to CME Rule 300.E. ("Committees – Disciplinary Offenses Defined") to reflect that Exchange Committees are not making findings with respect to certain fines. With the elimination of the majority of functional committees as part of the Exchange's demutualization plan, responsibility for the implementation of the automatic fine schedules for violations of CME Rule 536 ("Recordkeeping Requirements for Pit, GLOBEX, and Negotiated Trades") and CME Rule 515 ("Registration and Identification of Broker Associations") was transferred to Exchange staff. In addition, Exchange staff implements the automatic sanctions issued pursuant to CME Rule 513 ("Conduct, Apparel and Badges").

The necessary rule change appears below, with deletions overstruck.

300. COMMITTEES

[Sections A – D are unchanged.]

300.E. Disciplinary Offenses Defined

"Disciplinary offense" is defined as a:

1. Violation of an Exchange rule designated by the Exchange as requiring disqualification from service on the above committees, which list of rules shall be posted in a public place;
2. Violation of any other Exchange rule unless: (a) such violation did not involve fraud, deceit or conversion, (b) such violation did not result in suspension or expulsion, or (c) ~~the committee of jurisdiction specifically makes a finding that~~ the violation is based solely on: (i) decorum or attire, (ii) financial requirements, or (iii) reporting or recordkeeping requirements which receive cumulative fines of \$5,000 or less within any calendar year;

[The remainder of the rule is unchanged.]

The Exchange certifies that this regulatory advisory neither violates nor is inconsistent with any provision of the Commodity Exchange Act or of the rules and regulations thereunder.

If you have any questions regarding this matter, please call me at (312) 648-5422.

Sincerely,

/S/ Stephen M. Szarmack
Director and Associate General Counsel

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