

April 14, 2014

VIA E-MAIL

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

**RE: CFTC Regulation 40.6(a) Certification. Notification Regarding the Delisting of the 1-Month and 3-Month Euro/U.S. Dollar ("EUR/USD") Realized Volatility Futures Contracts.
CME Submission No. 14-111**

Dear Ms. Jurgens:

Chicago Mercantile Exchange Inc. ("CME" or "Exchange") is notifying the Commodity Futures Trading Commission ("CFTC" or "Commission") that it is self-certifying the delisting of the 1-Month Euro/U.S. Dollar ("EUR/USD") VolContracts™ (Rulebook Chapter: 261C; Code: 16E) and 3-Month Euro/U.S. Dollar ("EUR/USD") VolContracts™ (Rulebook Chapter: 261B; Code: 36E) effective immediately. There is no open interest in these contracts. The contracts will be delisted from CME Globex and CME ClearPort, the venues on which they were listed.

The product rule chapters and terms and conditions contained in the Position Limit, Position Accountability and Reportable Level Table located in the Interpretations and Special Notices Section of Chapter 5 (Trading Qualifications and Practices) of the CME Rulebook were removed from the Exchange Rulebook (See Appendix B: attached under separate cover).

Appendix A provides amendments to CME Chapters 261B and 261C, respectively, in blackline format.

The Research and Product Development Department and the Legal Department collectively reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodity Exchange Act ("CEA" or "Act"). During the review, staff identified the following Core Principles as being potentially impacted:

- **Availability of General Information:** CME intends to issue a Special Executive Report about the delisting of 1-Month and 3-Month EUR/USD Realized Volatility futures to market authorities, market participants, and the public so that they have accurate, up-to-date information regarding the delisting of these contracts.
- **Emergency Authority:** There is no open interest in these contracts, and therefore there will be no market disruption related to their delisting.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), CME hereby certifies that the attached amendments comply with the Act, including regulations under the Act. There are no substantive opposing views to this proposal.

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

If you require any additional information regarding this submission, please contact me at 212-299-2200 or via e-mail at Christopher.Bowen@cmegroup.com.

Sincerely,

/s/ Christopher Bowen
Managing Director and Chief Regulatory Counsel

Attachments:

Appendix A – Rule Chapter Amendments

Appendix B – Position Limit, Position Accountability, and Reportable Level Table in Chapter 5 of the CME Rulebook (attached under separate cover)

Appendix A

Rule Amendments to 3-Month Euro/U.S. Dollar Realized Volatility Futures

(Deletions are ~~struck through~~.)

~~Chapter 261B: 3-Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 3-Month VolContracts™)⁴~~

~~261B00. SCOPE OF CHAPTER~~

~~This chapter is limited in application to 3-Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 3-Month VolContracts) futures. In addition to this chapter, Euro 3-Month VolContracts 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 to herein shall refer to and indicate Chicago time.~~

~~261B01. TRADING SPECIFICATIONS~~

~~261B01.A. Trading Schedule~~

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

~~261B01.B. Trading Unit~~

~~The unit of trading shall be \$1,000.00 times the Euro 3-Month Reference Value.~~

~~261B01.C. Price Increments~~

~~Minimum price fluctuations shall be in multiples of 0.01 of a Euro 3-Month Reference Value point, equivalent to \$10.00 per contract ($-\$1,000.00 \times 0.01$).~~

~~261B01.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 550 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.~~

~~261B01.E. [Reserved]~~

~~261B01F. [Reserved]~~

~~261B01G. Termination of Trading~~

~~Futures trading shall terminate at 2:00 p.m. on the second Friday immediately preceding the third Wednesday of the contract month. If this date for termination is a bank holiday in Chicago or New York City, then futures trading shall terminate on the next preceding Business Day common to Chicago and New York City banks and the Exchange.~~

~~261B01H. [Reserved]~~

⁴ VolContract™ is a trademark of The Volatility Exchange Corporation; the instruments and trademarks are licensed for use by CME Group.

**Rule Amendments to
3-Month Euro/U.S. Dollar Realized Volatility Futures**

(Deletions are ~~struck through~~.)

~~261B02. SETTLEMENT PROCEDURES~~

~~261B02.A. Cash Settlement~~

~~Euro 3-Month VolContracts shall be settled in cash to a value of \$1,000 times the Euro 3-Month Reference Value.~~

~~261B02.B. Euro 3-Month Reference Value Calculation~~

~~The Euro 3-Month Reference Value (RV) is calculated as the annualized standard deviation of log returns of daily futures settlement prices as follows.~~

$$RV = 100 \cdot \sqrt{\left(\frac{252}{N}\right) \sum_{t=1}^N \left(\ln \frac{P_t}{P_{t-1}}\right)^2}$$

~~Where P_t is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 3-Month VolContract, on day t . P_{t-1} is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 3-Month VolContract, on the Business Day immediately prior to day t . N is number of Business Days in quarterly calculation period.~~

~~The quarterly calculation period commences on the first Business Day immediately subsequent to the second Friday immediately preceding the third Wednesday of the third calendar month preceding named contract month. The quarterly calculation period concludes on the day on which trading is terminated. Days where futures settlement prices are unavailable do not contribute to calculation.~~

~~The result is multiplied by 100. Thus, a value of 20.00% (0.20) is expressed as 20.00; a value of 40.00% (0.40) is expressed as 40.00.~~

~~261B03. [RESERVED]~~

~~(End Chapter 261B)~~

**Rule Amendments to
1-Month Euro/U.S. Dollar Realized Volatility Futures**

(Deletions are ~~struck through~~.)

Chapter 261C: 1 Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 1 Month VolContracts™)²

261C00. SCOPE OF CHAPTER

~~This chapter is limited in application to 1-Month Euro/U.S. Dollar (EUR/USD) VolContracts™ (Euro 1-Month VolContracts) futures. In addition to this chapter, Euro 1-Month VolContracts 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 to herein shall refer to and indicate Chicago time.~~

261C01. TRADING SPECIFICATIONS

261C01.A. Trading Schedule

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

261C01.B. Trading Unit

~~The unit of trading shall be \$1,000.00 times the Euro 1-Month Reference Value.~~

261C01.C. Price Increments

~~Minimum price fluctuations shall be in multiples of 0.01 of a Euro 1-Month Reference Value point, equivalent to \$10.00 per contract (~~— \$1,000.00 x 0.01~~).~~

261C01.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 550 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.~~

261C01.E. [Reserved]

261C01F. [Reserved]

261C01G. Termination of Trading

~~Futures trading shall terminate at 2:00 p.m. on the second Friday immediately preceding the third Wednesday of the contract month. If this date for termination is a bank holiday in Chicago or New York City, then futures trading shall terminate on the next preceding Business Day common to Chicago and New York City banks and the Exchange.~~

261C01H. [Reserved]

² VolContract™ is a trademark of The Volatility Exchange Corporation; the instruments and trademarks are licensed for use by CME Group.

Rule Amendments to 1-Month Euro/U.S. Dollar Realized Volatility Futures

(Deletions are ~~struck through~~.)

~~261C02.~~ ~~SETTLEMENT PROCEDURES~~

~~261C02.A.~~ ~~Cash Settlement~~

~~Euro 1 Month VolContracts shall be settled in cash to a value of \$1,000 times the Euro 1 Month Reference Value.~~

~~261C02.B.~~ ~~Euro 1 Month Reference Value Calculation~~

~~The Euro 1 Month Reference Value (RV) is calculated as the annualized standard deviation of log returns of daily futures settlement prices as follows.~~

$$RV = 100 \cdot \sqrt{\left(\frac{252}{N}\right) \sum_{t=1}^N \left(\ln \frac{P_t}{P_{t-1}}\right)^2}$$

~~Where P_t is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 1 Month VolContract, on day t . P_{t-1} is the daily settlement price for the CME Euro/U.S. Dollar (EUR/USD) futures contract in the contract month corresponding to the contract month for the Euro 1 Month VolContract, on the Business Day immediately prior to day t . N is number of Business Days in monthly calculation period.~~

~~The monthly calculation period commences on the first Business Day immediately subsequent to the second Friday immediately preceding the third Wednesday of the first calendar month preceding named contract month. The monthly calculation period concludes on the day on which trading is terminated. Days where futures settlement prices are unavailable do not contribute to calculation.~~

~~The result is multiplied by 100. Thus, a value of 20.00% (0.20) is expressed as 20.00; a value of 10.00% (0.10) is expressed as 10.00.~~

~~261C03.~~ ~~[RESERVED]~~

(End Chapter 261C)

Appendix B

**Position Limit, Position Accountability, and Reportable Level Table in
Chapter 5 of the CME Rulebook**

(attached under separate cover)

Contract Name

~~3-Month Euro/U.S. Dollar (EUR/USD) VolContracts~~

~~1-Month Euro/U.S. Dollar (EUR/USD) VolContracts~~

Rule Chapter	Commodity Code	Contract Size	Contract Units
261B	36E	1,000	Times the Euro 3-Month Reference Value
261C	16E	1,000	Times the Euro 1-Month Reference Value

Type	Settlement	Group	Diminishing Balance Contract	Reporting Level	Position Limit in Shipping Certificates, Warehouse Receipts
Futures	Financially settled futures	CME-FX		25	
Futures	Financially settled futures	CME-FX		25	

Spot month position comprised of future and deliveries

				Spot-Month	
Spot-Month	Spot-Month			Spot-Month	
Aggregate Into	Aggregate Into			Aggregate	Spot-
Futures	Futures	Spot-Month	Aggregate Ratio	Ratio Into	month
Equivalent Leg	Equivalent Leg	Into Futures	Equivalent Leg	Futures	Accoun
(1)	(2)	(1)		Equivalents	tability
				Leg (2)	Level

			Second Spot-Month			
Initial Spot-Month Limit (In Net Futures Equivalents) Leg (1)/ Leg (2)	Initial Spot-Month Limit Effective Date	Spot-Month Limit (In Contract Units)	Second Spot-Month Limit (In Net Futures Equivalents)	Second Spot-Month Limit Effective Date	Single Month Aggregate Into Futures Equivalent Leg (1)	Single Month Aggregate Into Futures Equivalent Leg (2)

~~36E~~

16E

Single Month

		Single Month Accountability Level (In Net Futures Equivalents) / Leg (2)	Single Month Limit (In Net Futures Equivalents) (1) / Leg (2)	"Intra Crop Year Spread Allowance"	All Month Limit Aggregate Into Futures Equivalent Leg (1)
Single Month Aggregate Ratio Into Leg (1)	Single Month Aggregate Ratio Into Leg (2)		5,000		36E
			5,000		16E

All Month

All Month		All Month	All Month	
Limit	All Month	Aggregate	Accountability	
Aggregate Into	Aggregate Ratio	Ratio Into	Level (In Net	All Month Limit (In
Futures	Into Futures	Futures	Futures	Net Futures
Equivalent Leg	Equivalents Leg	Equivalents	Equivalents) Leg	Equivalents) Leg (1)
(2)	(1)	Leg (2)	(1) / Leg (2)	/ Leg (2)

5,000

5,000