

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 17-087

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

Filing as a: DCM SEF DCO SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 3/17/17 Filing Description: Addition of Trading at Settlement ("TAS") Eligibility to Third Active Contract Month for the Live Cattle Futures and Lean Hog Futures Contracts

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:

March 17, 2017

VIA ELECTRONIC PORTAL

Mr. Christopher J. Kirkpatrick
Office of the Secretariat
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, N.W.
Washington, D.C. 20581

**Re: CFTC Regulation 40.6(a) Certification. Notification Regarding the Addition of Trading at Settlement (“TAS”) Eligibility to Third Active Contract Month for the Live Cattle Futures and Lean Hog Futures Contracts.
CME Submission No. 17-087**

Dear Mr. Kirkpatrick:

Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) hereby notifies the Commodity Futures Trading Commission (“CFTC” or “Commission”) that it is self-certifying the implementation of the addition of Trading at Settlement (“TAS”)-eligibility to the third active contract month and corresponding calendar spreads for both the Live Cattle Futures (Commodity Code LET, Clearing Code 48) and Lean Hog Futures (Commodity Code HET, Clearing Code LN) contracts (the “Contracts”) as noted in Appendix A effective on Sunday, April 2, 2017 for trade date Monday, April 3, 2017.

For example, the three (3) TAS-eligible contract months for the Live Cattle Futures contract in April will be June, August and October, along with the calendar spreads of June-August, June-October and August-October. The three (3) TAS-eligible contract months for the Lean Hog futures contract in April will be the June, July and August and the corresponding calendar spreads of June-July, June-August and July-August.

The Exchange conducted a recent analysis of the monthly liquidity for the Contracts on CME Globex and determined that the addition of TAS-eligibility in the third active contract month and the corresponding spreads is appropriate.

The Exchange reviewed the designated contract market core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA” or “Act”) and identified that changes to the TAS Table listed above may impact the following Core Principles:

- **Availability of General Information** – The marketplace will be given sufficient notice of the changes via the issuance of a Special Executive Report (“SER”) prior to the effective date, and will therefore remain in compliance with this Core Principle. The SER will also be posted on the CME Group website.
- **Contracts Not Readily Subject to Manipulation** – A review of the Contracts shows that there is sufficient liquidity on CME Globex to support pricing at TAS in the third month and the corresponding spreads. There continues to believe that the Contracts are not susceptible to manipulation.
- **Compliance with Rules** – The SER being issued provides information on the products, contract months and spreads eligible to be entered on CME Globex and priced at the settlement price or

any valid price increment four (4) ticks higher or lower than the settlement price pursuant to Rule 524. (“Trading at Settlement (“TAS”) and Basis Trade at Index Close (“BTIC”) Transactions”). The SER and the TAS Table are intended to provide regulatory guidance to ensure that market participants are in compliance with Rule 524.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchange hereby certifies that the amendments comply with the Act, including regulations under the Act. There were 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>.

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

Attachment: Appendix A – Amendments to the TAS Table in the Interpretations & Special Notes Relating to CME Chapter 5 (“Trading Qualifications and Practices”)

APPENDIX A

Amendments to the TAS Table in the Interpretations & Special Notes Relating to CME Chapter 5

(Additions **Highlighted**)

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC
Live Cattle	<i>Feb</i>	<i>Apr</i>	<i>Apr</i>	<i>Jun</i>	<i>Jun</i>	<i>Aug</i>	<i>Aug</i>	<i>Oct</i>	<i>Oct</i>	<i>Dec</i>	<i>Dec</i>	<i>Feb</i>
	<i>Apr</i>	<i>Jun</i>	<i>Jun</i>	<i>Aug</i>	<i>Aug</i>	<i>Oct</i>	<i>Oct</i>	<i>Dec</i>	<i>Dec</i>	<i>Feb</i>	<i>Feb</i>	<i>Apr</i>
	<u><i>Jun</i></u>	<u><i>Aug</i></u>	<u><i>Aug</i></u>	<u><i>Oct</i></u>	<u><i>Oct</i></u>	<u><i>Dec</i></u>	<u><i>Dec</i></u>	<u><i>Feb</i></u>	<u><i>Feb</i></u>	<u><i>Apr</i></u>	<u><i>Apr</i></u>	<u><i>Jun</i></u>
	<i>Feb-Apr</i>	<i>Apr-Jun</i>	<i>Apr-Jun</i>	<i>Jun-Aug</i>	<i>Jun-Aug</i>	<i>Aug-Oct</i>	<i>Aug-Oct</i>	<i>Oct-Dec</i>	<i>Oct-Dec</i>	<i>Dec-Feb</i>	<i>Dec-Feb</i>	<i>Feb-Apr</i>
	<u><i>Feb-Jun</i></u>	<u><i>Apr-Aug</i></u>	<u><i>Apr-Aug</i></u>	<u><i>Jun-Oct</i></u>	<u><i>Jun-Oct</i></u>	<u><i>Aug-Dec</i></u>	<u><i>Aug-Dec</i></u>	<u><i>Oct-Feb</i></u>	<u><i>Oct-Feb</i></u>	<u><i>Dec-Apr</i></u>	<u><i>Dec-Apr</i></u>	<u><i>Feb-Jun</i></u>
<i>Apr-Jun</i>	<u><i>Jun-Aug</i></u>	<i>Jun-Aug</i>	<u><i>Aug-Oct</i></u>	<i>Aug-Oct</i>	<u><i>Oct-Dec</i></u>	<i>Oct-Dec</i>	<u><i>Dec-Feb</i></u>	<i>Dec-Feb</i>	<u><i>Feb-Apr</i></u>	<i>Feb-Apr</i>	<u><i>Apr-Jun</i></u>	
Feeder Cattle	<i>Mar</i>	<i>Mar</i>	<i>Apr</i>	<i>May</i>	<i>Aug</i>	<i>Aug</i>	<i>Aug</i>	<i>Sep</i>	<i>Oct</i>	<i>Nov</i>	<i>Jan</i>	<i>Jan</i>
	<u><i>Apr</i></u>	<i>Apr</i>	<u><i>May</i></u>	<u><i>Aug</i></u>	<u><i>Sep</i></u>	<i>Sep</i>	<i>Sep</i>	<u><i>Oct</i></u>	<u><i>Nov</i></u>	<u><i>Jan</i></u>	<u><i>Mar</i></u>	<i>Mar</i>
	<u><i>Mar-Apr</i></u>	<i>Mar-Apr</i>	<u><i>Apr-May</i></u>	<u><i>May-Aug</i></u>	<u><i>Aug-Sep</i></u>	<i>Aug-Sep</i>	<i>Aug-Sep</i>	<u><i>Sep-Oct</i></u>	<u><i>Oct-Nov</i></u>	<u><i>Nov-Jan</i></u>	<u><i>Jan-Mar</i></u>	<i>Jan-Mar</i>
Lean Hogs	<i>Feb</i>	<i>Apr</i>	<i>Apr</i>	<i>Jun</i>	<i>Jun</i>	<i>Jul</i>	<i>Aug</i>	<i>Oct</i>	<i>Oct</i>	<i>Dec</i>	<i>Dec</i>	<i>Feb</i>
	<i>Apr</i>	<i>Jun</i>	<i>Jun</i>	<i>Jul</i>	<i>Jul</i>	<i>Aug</i>	<i>Oct</i>	<i>Dec</i>	<i>Dec</i>	<i>Feb</i>	<i>Feb</i>	<i>Apr</i>
	<u><i>Jun</i></u>	<u><i>Jul</i></u>	<u><i>Jul</i></u>	<u><i>Aug</i></u>	<u><i>Aug</i></u>	<u><i>Oct</i></u>	<u><i>Dec</i></u>	<u><i>Feb</i></u>	<u><i>Feb</i></u>	<u><i>Apr</i></u>	<u><i>Apr</i></u>	<u><i>Jun</i></u>
	<i>Feb-Apr</i>	<i>Apr-Jun</i>	<i>Apr-Jun</i>	<i>Jun-Jul</i>	<i>Jun-Jul</i>	<i>Jul-Aug</i>	<i>Aug-Oct</i>	<i>Oct-Dec</i>	<i>Oct-Dec</i>	<i>Dec-Feb</i>	<i>Dec-Feb</i>	<i>Feb-Apr</i>
	<u><i>Feb-Jun</i></u>	<u><i>Apr-Jul</i></u>	<u><i>Apr-Jul</i></u>	<u><i>Jun-Aug</i></u>	<u><i>Jun-Aug</i></u>	<u><i>Jul-Oct</i></u>	<u><i>Aug-Dec</i></u>	<u><i>Oct-Feb</i></u>	<u><i>Oct-Feb</i></u>	<u><i>Dec-Apr</i></u>	<u><i>Dec-Apr</i></u>	<u><i>Feb-Jun</i></u>
<i>Apr-Jun</i>	<u><i>Jun-Jul</i></u>	<i>Jun-Jul</i>	<u><i>Jul-Aug</i></u>	<i>Jul-Aug</i>	<u><i>Aug-Oct</i></u>	<u><i>Oct-Dec</i></u>	<u><i>Dec-Feb</i></u>	<i>Dec-Feb</i>	<u><i>Feb-Apr</i></u>	<i>Feb-Apr</i>	<u><i>Apr-Jun</i></u>	

BOLD indicates calendar months; *italic* indicates contract months; underline indicates futures and spreads that have been added to the list of contracts authorized for TAS during the previous month.

The column headings represent the first day of the month. The cells show the contract months and spreads authorized for TAS as of the first day of the month.

NOTE: The last day that TAS is available is two business days prior to the spot delivery month. TAS is added to new months on the business day prior to the spot delivery month.