

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 16-006

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

Filing as a: DCM SEF DCO SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): April 1, 2016 Filing Description: Amendments to CME Rule 204A04 ("Daily Settlement Price") of the USD Malaysian Crude Palm Oil Calendar Swap (Cleared Only) Contract

SPECIFY FILING TYPE

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: Chapter 204A

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 |

Official Product Name:

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:

April 1, 2016

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 Amendments to CME Rule 204A04 (“Daily Settlement Price”) of the USD Malaysian Crude Palm Oil Calendar Swap (Cleared Only) Contract.
CME Submission No. 16-006**

Dear Mr. Kirkpatrick:

The Clearing House Division of Chicago Mercantile Exchange Inc. (“CME Clearing”) is notifying the Commodity Futures Trading Commission (“CFTC” or “Commission”) that it is self-certifying amendments to CME Rule 204A04 (“Daily Settlement Price”) of the USD Malaysian Crude Palm Oil Calendar Swap (Cleared Only) contract (the “Contract”) (CME Rulebook Chapter 204A; Clearing and CME ClearPort Code: CPC), effective on Monday, April 25, 2016 for trade date Tuesday, April 26, 2016 commencing with the July 2017 contract month and beyond. The amendments will incorporate both spot and forward USD/MYR foreign exchange rates into the settlement calculation for non-spot contracts. As of the date of this Submission, there is no open interest in the July 2017 contract month and beyond.

The Contract’s settlement price is based on the Bursa Malaysia Derivatives Berhad FCPO futures contract, which is priced in Malaysian Ringgit, and converted from Ringgit to US Dollars using the USD/MYR spot rate. In order to be more consistent with the crude palm oil OTC market, CME Clearing will begin using both spot and forward USD/MYR exchange rates to settle non-spot contracts. This change will incorporate a term structure of spot and forward USD/MYR rates equating to the first business day in a contract’s expiration month when converting non-spot settlement prices from Ringgit to USD. Spot contract months will continue to be converted to USD using the spot USD/MYR rate.

CME Clearing reviewed the derivatives clearing organization core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA” or “Act”) and identified that the proposed amendments may have some bearing on the following Core Principles:

- **Risk Management**: While the amendments to settlement procedures for the Contract are not expected to affect underlying risk parameters, the CME Clearing House will monitor and assure that margin requirements cover potential exposures.
- **Settlement Procedures**: The amendments to settlement procedures for the Contract do not materially affect any of the Core Principles that address settlement procedures; settlements will continue to be accurate, timely, and accurately recorded.
- **Reporting**: The CME Clearing House will continue to provide the Commission with any information the Commission deems necessary to conduct oversight.
- **Recordkeeping**: The Contract’s terms and conditions will be updated in the Rulebook available on CME Clearing’s website to reflect this change in settlement procedures.

Pursuant to Section 5c(c) of the Commodity Exchange Act ("Act") and CFTC Regulation 40.6(a), CME Clearing hereby certifies that the amendments to this rule chapter complies with the Act, including regulations under the Act. There were no substantive opposing views to this proposal.

CME Clearing certifies that this submission has been concurrently posted on the CME Group 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 CME Rule 204A04 (blackline format)

Appendix A

CME Rulebook Amendments

(The proposed rule change is attached with additions underlined.)

The CME has USD Malaysian Crude Palm Oil Calendar Swaps listed out to February 2018. However, open interest only extends to the June 2017 contract. CME Clearing intends to implement these changes beyond open interest with the July 2017 contract. Upon filing of this Submission, the CME Rulebook will be updated as follows:

Chapter 204A USD Malaysian Crude Palm Oil Calendar Swap (Cleared Only)

204A04. DAILY SETTLEMENT PRICE

FOR ALL CONTRACT MONTHS PRIOR TO AND INCLUDING JUNE 2017 (Effective Monday, April 25, 2016 - Pending CFTC Review)

Daily settlement other than settlement on the final settlement day or during the last month of clearing (as described in Rule 204A03) shall be the settlement price of the Bursa Malaysia Derivatives Berhad FCPO futures contract that is the third-forward month from the swap month converted to USD using the USD/MYR spot rate reported by PPKM at approximately 11:10 am Kuala Lumpur time and rounded to the nearest \$0.25. Daily settlement prices shall be generated each business day the CME is open using the most recent available Bursa Malaysia Derivatives Berhad FCPO futures prices and the latest available USD/MYR spot rate reported by PPKM at approximately 11:10 am Kuala Lumpur time.

The Exchange may list USD Malaysian Crude Palm Oil Calendar Swaps before corresponding Bursa Malaysia Derivatives Berhad FCPO futures contracts are listed. In such cases, daily settlements will be based on interpolation between contracts that are listed.

FOR ALL CONTRACT MONTHS BEGINNING WITH JULY 2017 (Effective Monday, April 25, 2016 - Pending CFTC Review)

Daily settlement other than settlement on the final settlement day or during the last month of clearing (as described in Rule 204A03) shall be the settlement price of the Bursa Malaysia Derivatives Berhad FCPO futures contract that is the third-forward month from the swap month converted to USD using USD/MYR forward rates equating to and interpolating between the closest date(s) to the first business day of the contract's expiration month and published at contract settlement time and rounded to the nearest \$0.25. Daily settlement prices shall be generated each business day the CME is open using the most recent available Bursa Malaysia Derivatives Berhad FCPO futures prices and the latest available USD/MYR forward rates published at contract settlement time.

The Exchange may list USD Malaysian Crude Palm Oil Calendar Swaps before corresponding Bursa Malaysia Derivatives Berhad FCPO futures contracts are listed. In such cases, daily settlements will be based on interpolation between contracts that are listed.