

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 22-101

Organization The Board of Trade of the City of Chicago, Inc. ("CBOT")

Filing as a: DCM SEF DCO SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 03/04/22 Filing Description: Expanded Daily Price Limits of the Wheat, Mini-Sized Wheat, KC HRW Wheat and Mini-Sized KC HRW Wheat Futures Contracts Effective Until May 2022

SPECIFY FILING TYPE

Please note only ONE choice allowed per Submission.

Organization Rules and Rule Amendments

- | | | |
|--------------------------|-------------------------------------|------------|
| <input 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:

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 checked="" 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: See filing.

Rule Numbers: See filing.

March 4, 2022

VIA ELECTRONIC PORTAL

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

Re: CFTC Regulation 40.4(a) Request for Expedited Approval. Expanded Daily Price Limits of the Wheat, Mini-Sized Wheat, KC HRW Wheat and Mini-Sized KC HRW Wheat Futures Contracts Until May 2022. CBOT Submission No. 22-101

Dear Mr. Kirkpatrick:

The Board of Trade of the City of Chicago, Inc. (“CBOT” or “Exchange”) is seeking expedited approval from the Commodity Futures Trading Commission (“CFTC” or “Commission”) to expand daily price limits in the four wheat futures contracts listed in the table below (the “Contracts”) effective trade date Monday, March 7, 2022 and upon the Commission’s approval.

Contract Title	CME Globex Code	CME ClearPort Code	Rulebook Chapter
Wheat Futures	ZW	W	14
Mini-Sized Wheat Futures	XW	YW	14B
KC HRW Wheat Futures	KE	KW	14H
Mini-Sized KC HRW Wheat Futures	MKC	MKC	14N

Pursuant to Rules 14102.D., 14B02.D., 14H02.D., and 14N02.D. (“Daily Price Limits”) (the “Rules”) of the Contracts, the Exchange previously advised market participants via [SER 8873](#) dated October 2, 2021 that effective November 1, 2021, daily price limits of the Contracts were reset at \$0.50 per bushel expandable to \$0.75 per bushel. Pursuant to Rules, the daily price limit is calculated by taking the average settlement price during the 45 trade days prior to April 16th (for the July expiry) and October 16th (for the November expiry) respectively and multiplying that average price by 7 percent.

Due to recent market conditions, the Exchange is expanding the daily price limits for the Contracts to \$0.85 per bushel expandable to \$1.30 per bushel until the next regularly scheduled reset in May 2022 (collectively, the “Rule Amendments”).

These figures were calculated by using a similar methodology to the one used in the existing Rules and applied to the current May Wheat futures contract price (\$12.09 per bushel – the limit price for the May Wheat futures contract on March 4, 2022). Previous Exchange analysis showed that a 7 percent price move traditionally captures 99 percent of all daily price movements, making limit days rare. Additionally, the Contracts also have expanded price limits; if two of the first five listed non-spot contracts, or the May contract if it is the nearest non-spot contract month, settles at the daily price limit on one day, all expiries are subject to the expanded limit, which is a further 50 percent increase in the daily price limit. The expanded price limit shall remain in place until all contract months settle within the expanded limit. Applying the aforementioned 7 percent methodology to the current May Wheat futures contract price (\$12.09 per bushel) multiplied by 7 percent and rounding to the nearest \$0.05 per bushel as defined in the Exchange rules, the Exchange is applying a daily price limit of \$0.85 per bushel and an expanded daily price limit of \$1.30 per

bushel. There will be no price limit in the expiring month contract beginning on the first Business Day of the contract month, as is currently the case.

The Exchange will continue to closely monitor market conditions of the Contracts and will be exploring other potential rule amendments to remedy the matter in the long term.

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 the Rule Amendments may impact the Core Principles as follows:

- **Prevention of Market Disruption:** The Exchange believes that the Rule Amendments are consistent with this Core Principle requiring the Exchange to maintain and promote an orderly market.
- **Availability of General Information:** The Exchange will make publicly available the details of the revision and issue a Special Executive Report (“SER”) to the marketplace. The SER and amended rules will be available on the CME Group website.
- **Execution of Transactions:** The Rule Amendments will further enable the Exchange to continue its current practice of providing a competitive, open, and efficient market mechanism for executing transactions.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.4(a), the Exchange hereby certifies that Rule Amendments comply with the Act, including all regulations under the Act.

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 e-mail CMEGSubmissionInquiry@cmegroup.com.

Sincerely,

/s/Christopher Bowen
Managing Director and Chief Regulatory Counsel

Attachment - Exhibit A – SER 8946

Exhibit A



Special Executive Report

DATE: March 4, 2022
SER#: 8946
SUBJECT: **Wheat, Mini-Sized Wheat, KC HRW Wheat, and Mini-Sized KC HRW Wheat Futures – Expanded Daily Price Limits Effective Until May 2022**

The Board of Trade of the City of Chicago, Inc. (“CBOT” or “Exchange”) previously advised via [SER 8873](#) dated October 2, 2021 that effective November 1, 2021 the daily price limits of the Wheat, Mini-Sized Wheat, KC HRW Wheat, and Mini-Sized KC HRW Wheat futures contracts (the “Contracts”) were reset at \$0.50 per bushel expandable to \$0.75 per bushel pursuant to Exchange rules.

Effective on trade date Monday, March 7, 2022 (pending CFTC approval) CBOT will amend the daily price limit to **\$0.85 per bushel and the expanded price limit to \$1.30 per bushel** of the Contracts until the next regularly scheduled daily price limit reset in May 2022. The price limit for the Contracts will start at the daily \$0.85 per bushel price limit upon implementation.

Contract Title	CME Globex Code	CME ClearPort Code	Rulebook Chapter
Wheat Futures	ZW	W	14
Mini-Sized Wheat Futures	XW	YW	14B
KC HRW Wheat Futures	KE	KW	14H
Mini-Sized KC HRW Wheat Futures	MKC	MKC	14N

Specifically, there shall be no trading in the Contracts at a price more than the initial price limit above or below the previous day’s settlement price. Daily price limits for the Contracts will be \$0.85 per bushel. Should two of the first five listed non-spot contracts or if the May contract settles at limit, the daily price limits for all contract months shall increase to \$1.30 per bushel the next business day. Price limits shall remain expanded until all contract months that are subject to a daily limit do not settle at the expanded limit, at which point daily limits for all contract months shall revert back to the initial price limit on the following Business Day. There shall be no price limit in the expiring month contract beginning on the first Business Day of the contract month.

Questions regarding the aforementioned may be directed to:

Fred Seamon: 312-952-1546 or via email at Fred.Seamon@cmegroup.com
Alison Coughlin: 312-338-7171 or via email at Alison.Coughlin@cmegroup.com