

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 19-314

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): 08/09/19

Filing Description: Reduction of the Coupon Rates of the December 2019 Contract Month of the 5-Yr, 20-Yr, and 30-Yr USD Interest Rate Swap Futures, and the 3-Yr, 4-Yr, 5-Yr, 12-Yr, 15-Yr, 20-Yr, and 30-Yr Eris Swap Futures Contracts

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 checked="" 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: 5-Year, 20-Year, and 30-Year US Dollar Interest Rate Swap Futures; 3-Year, 4-Year, 5-Year, 12-Year, 15-Year, and 20-Year Eris US Dollar Swap Futures

Rule Numbers: CBOT 52101, 60101, 54101, 61101

August 9, 2019

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 Reduction of the Coupon Rates of the December 2019 Contract Month of the 5-Yr, 20-Yr, and 30-Yr USD Interest Rate Swap Futures, and the 3-Yr, 4-Yr, 5-Yr, 12-Yr, 15-Yr, 20-Yr, and 30-Yr Eris Swap Futures Contracts.
CBOT Submission No. 19-314**

Dear Mr. Kirkpatrick:

Effective Sunday, August 25, 2019, for trade date Monday, August 26, 2019, and pending all relevant CFTC regulatory review periods, The Board of Trade of the City of Chicago, Inc. (“CBOT” or “Exchange”) will reduce coupon rates of the December 2019 contract month of the 5-Yr, 20-Yr, and 30-Yr USD Interest Rate Swap Futures, and the 3-Yr, 4-Yr, 5-Yr, 12-Yr, 15, 20-Yr, and 30-Yr Eris Swap Futures contracts (the “Contracts”) as more specifically described in the table below. There is no open interest in the December 2019 contract month of the Contracts.

The Contracts are available for trading on the CME Globex electronic trading platform and for submission for clearing via CME ClearPort.

The Exchange is implementing the reduction in coupon rates to align with the latest recommendations by SIFMA’s Asset Management Group MAC Committee such that the new coupons are closer to current swaps market rates and based on customer demand. Coupon updates currently occur when swaps market coupons for a given tenor have moved 100 basis points or more, which most recently occurred in July 2019 in connection with the related 7-year contracts, leading to amendments pursuant to CBOT Submission 19-257¹ for the 7-Yr USD Interest Rate Swap Futures and Eris Swap Futures contracts. Amendments pursuant to this submission reflect similar moves of 100 or more basis points at other points along the curve. Market participants are in favor of the amendments.

Also at this time and effective immediately, CBOT shall suspend trading and clearing of the December 2019 contract month of the Contracts until Sunday, August 25, 2019 for trade date Monday, August 26, 2019.

Contract Title	Commodity Code	Rulebook Chapter	Current Coupon (%/year)	Amended Coupon (%/year)
5-Year US Dollar Interest Rate Swap Futures	F1U	CBOT 52	2.50	1.50

¹ <https://www.cmegroup.com/content/dam/cmegroup/market-regulation/rule-filings/2019/7/19-257.pdf>

20-Year US Dollar Interest Rate Swap Futures	E1U	CBOT 60	3.00	1.75
30-Year US Dollar Interest Rate Swap Futures	B1U	CBOT 54	3.00	1.75
3-year Eris US Dollar Swap Futures	LIC	CBOT 61	2.50	1.50
4-year Eris US Dollar Swap Futures	LID	CBOT 61	2.50	1.50
5-year Eris US Dollar Swap Futures	LIW	CBOT 61	2.50	1.50
12-year Eris US Dollar Swap Futures	LII	CBOT 61	2.75	1.75
15-year Eris US Dollar Swap Futures	LIL	CBOT 61	2.75	1.75
20-year Eris US Dollar Swap Futures	LIO	CBOT 61	3.00	1.75
30-year Eris US Dollar Swap Futures	LIE	CBOT 61	3.00	1.75

The Exchange reviewed the designated contract market core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“CEA” or the “Act”) and has identified that this action bears upon the following Core Principle:

- **Availability of General Information:** The Exchange will publish a Special Executive Report (“SER”) to the marketplace regarding these amendments. The SER will also be posted on the CME Group website.

Pursuant to 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 CMEGSubmissionInquiry@cmegroup.com.

Sincerely,

/s/Christopher Bowen
Managing Director and Chief Regulatory Counsel