

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 14-350

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): September 5, 2014 Filing Description: Expand Listing Schedules for CBOT Corn, Soybeans, Wheat, and KC HRW Wheat Options on Short-Dated New Crop 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 |

Official Product Name:

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: Corn, Soybeans, Wheat, and KC HRW Wheat Short-dated New Crop Options

Rule Numbers: CBOT Rulebook Chapters 10A, 11A, 14A, 14L

September 5, 2014

VIA ELECTRONIC PORTAL

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. Expand Listing Schedules for CBOT Corn, Soybeans, Wheat, and KC HRW Wheat Options on Short-Dated New Crop Futures Contracts.
CBOT Submission No. 14-350**

Dear Mr. Kirkpatrick:

The Board of Trade of the City of Chicago, Inc. ("CBOT" or "Exchange"), pursuant to Commodity Futures Trading Commission ("CFTC" or "Commission") Regulation 40.6(a), hereby notifies the Commission that it intends to modify the contract months and listing cycles for CBOT Corn, Soybeans, Wheat, and KC HRW Wheat Options on Short-Dated New Crop Futures. These amendments will be implemented on Sunday, September 21, 2014 for trade date Monday, September 22, 2014.

The proposed amendments include two parts:

1. For Corn and Soybeans, January, February, April, June, and August expirations will be added to the existing March, May, July, and September contract months.
2. The listing cycles for Corn, Soybeans, Wheat, and KC HRW Wheat will be expanded from one crop year to two crop years (i.e., on September 22, 2014, the 2016 contracts will also be listed).

More specifically, on September 22, 2014, the Exchange will list the January 2016 through September 2016 contract months and the January, February, April, June, and August 2015 contract months for Corn and Soybeans (the March, May, July, and September 2015 contract months were listed on August 25, 2014).

For Wheat and KC HRW Wheat, the Exchange will list the December 2015, March 2016, and May 2016 contract months on September 22, 2014 (December 2014, March 2015, and May 2015 contract months were listed on August 25, 2014).

Options on short-dated new crop futures exercise into new crop futures contracts (December Corn, November Soybeans, and July Wheat) instead of nearby futures. They expire earlier than standard new crop options resulting in lower time value, which provides market participants a cost effective tool to hedge new crop risk. Following experience with these products over the past two crop years, market participants requested additional expiration months and the earlier listing cycle.

A complete list of the amended product contract specifications are set forth in Appendix A. In addition, the terms and conditions for the contract in the Position Limit, Position Accountability and Reportable Level Table and Header Notes located in the Interpretations and Special Notices Section of Chapter 5 of the CBOT Rulebook in relation to this existing contract shall remain unchanged.

The Exchange business staff responsible for this initiative 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, the Exchange staff identified that the amendments may impact the following Core Principles:

- Compliance with Rules – Trading in these contracts will be subject to the rules in CBOT Rulebook Chapter 4 which includes prohibitions against fraudulent, noncompetitive, unfair and abusive practices. Additionally, trading in these contracts will also be subject to the full range of trade practice rules, the majority of which are contained in Chapter 5 and Chapter 8 of the CBOT Rulebook. As with all products listed for trading on one of CME Group’s designated contract markets, activity in the new products will be subject to extensive monitoring and surveillance by CME Group’s Market Regulation Department. The Market Regulation Department has the authority to exercise its investigatory and enforcement power where potential rule violations are identified.
- Contracts not Readily Susceptible to Manipulation – The products are not readily susceptible to manipulation due to the deep liquidity and robustness in the underlying futures market, which provides diverse participation and sufficient transactions to support the final settlement. Also the underlying of these options is always a deferred futures contract and these options expire before delivery period for the underlying futures. This significantly reduces the risk of price manipulation in the market for the underlying futures.
- Prevention of Market Disruption – Trading in these contracts will be subject to CBOT Rulebook Chapters 4 and 7 which include prohibitions on manipulation, price distortion and disruptions of the delivery or cash-settlement process. As with all products listed for trading on one of CME Group’s designated contract markets, activity in the products will be subject to extensive monitoring and surveillance by CME Group’s Market Regulation Department.
- Position Limitations or Accountability – CME Group business staff responsible for the development of new products is also responsible for the recommendation of the appropriate position limits and/or position accountability levels. After those recommendations are made, in all cases the limits and/or levels are reviewed by the CME Group Market Regulation Department. The Market Regulation Department assesses the proposed limits against CFTC requirements. The contract specifications establish speculative position limits at the same level as specified for existing grain and oilseeds options contracts. In addition, positions in this product will be aggregated with positions in their respective existing options contracts and futures contracts to ensure compliance with CFTC and/or Exchange speculative limits.
- Availability of General Information – The Exchange will publish information on the contracts’ term and conditions, trading rules and specification on its website. CME Group will advise the marketplace of the modifications via the issuance of a Special Executive Report.
- Daily Publication of Trading Information – Trading volume, open interest, and price information for the products will be published daily on the CME Group website.
- Execution of Transactions – The contract will be dually listed for trading on CME Globex and on the CBOT trading floor for open outcry trading, and for clearing through the CME ClearPort platform. The CME ClearPort platform provides a competitive, open and efficient mechanism for novating transactions that are competitively executed by brokers. The CME Globex platform provides a transparent, open, and efficient mechanism to electronically execute trades on screen. In addition, the CBOT trading floor is available as a venue to provide for competitive and open execution of transactions.
- Trade Information – Trade information for this product will be collected and maintained in the same way as for other exchange-traded futures and options contracts. All required trade information is included in the audit trail and is sufficient for the Market Regulation Department to monitor for market abuse.

- Financial Integrity of Contracts – All contracts traded on the Exchange will be cleared by the CME Clearing House which is a registered derivatives clearing organization with the Commission and is subject to all Commission regulations related thereto.
- Protection of Market Participants – CBOT Rulebook Chapters 4 and 5 contain multiple prohibitions precluding intermediaries from disadvantaging their customers. These rules apply to trading on all of the Exchange's competitive trading venues and will be applicable to transactions in this product.
- Disciplinary Procedures – Chapter 4 of the CBOT Rulebook contains provisions that allow the Exchange to discipline, suspend or expel members or market participants that violate the rules. Trading in this contract will be subject to Chapter 4, and the Market Regulation Department has the authority to exercise its enforcement power in the event rule violations in this product are identified.
- Dispute Resolution – Disputes with respect to trading in this contract will be subject to the arbitration provisions set forth in Chapter 6 of the CBOT Rulebook. The rules in Chapter 6 allow all nonmembers to submit a claim for financial losses resulting from transactions on the Exchange to arbitration. A member named as a respondent in a claim submitted by a nonmember is required to participate in the arbitration pursuant to the rules in Chapter 6. Additionally, the Exchange requires that members resolve all disputes concerning transactions on the Exchange via arbitration.

Pursuant to CFTC Regulations 40.6(a), the Exchange hereby certifies that the new listing comply with the Act, including regulations under the Act. The Exchange is not aware of any substantive opposing views to this proposal.

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

If you have any questions 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

Attachment: Appendix A – Contract Specifications (blackline format)

Appendix A

CBOT Rulebook Chapter 10A

**Short-dated New Crop Corn Options
Contract Specifications**

Contract Size	One new crop Corn futures contract (December) of 5,000 bushels	
Tick Size (minimum fluctuation)	1/8 of one cent per bushel (\$6.25 per contract)	
Strike Price Intervals	Trading shall be conducted for put and call options with strike prices in integral multiples of five (5) cents per bushel. More details on strike price intervals are outlined in Rule 10A01.E.	
Contract Months/Symbols	On the first trading day following the expiration of September option, list 4 contract months: March (H), May (K), July (N), and September (U). <u>list 9 contract months: January (F), February (G), March (H), April (J), May (K), June (M), July (N), August (Q), and September (U) for two years.</u> Each of these options will exercise into the December futures contract that is nearest to the expiration of the option. A new listing cycle will begin on the first trading day following the expiration of the next September option.	
Daily Price Limit	There is no daily price limit any day.	
Last Trade Date	Same as the last trade date of existing March, May, July, and September standard options. <u>Same as the last trade date of standard and serial options of the same contract month.</u>	
Exercise	American-style. The buyer of a futures option may exercise the option on any business day prior to expiration by giving notice to the Clearing House by 6:00 p.m. Chicago time. Option exercise results in an underlying futures market position. Options in-the-money on the last day of trading are automatically exercised.	
Expiration	Unexercised Corn futures options shall expire at 7:00 p.m. on the last day of trading.	
Trading Hours	CME Globex (Electronic Platform)	Sunday – Friday, 7:00 p.m. – 7:45 a.m. CT and Monday – Friday, 8:30 a.m. – 1:15 p.m. CT
	Open Outcry (Trading Floor)	Monday – Friday, 8:30 a.m. – 1:15 p.m. CT
Product Ticker Symbols	CME Globex (Electronic Platform)	OCD
	Open Outcry (Trading Floor)	CDF
Rulebook Chapter	10A	
Exchange Rule	These contracts are listed with, and subject to, the rules and regulations of CBOT.	

CBOT Rulebook Chapter 11A

**Short-dated New Crop Soybeans Options
Contract Specifications**

Contract Size	One new crop Soybeans futures contract (November) of 5,000 bushels	
Tick Size (minimum fluctuation)	1/8 of one cent per bushel (\$6.25 per contract)	
Strike Price Intervals	Trading shall be conducted for put and call options with strike prices in integral multiples of ten (10) cents per bushel. More details on strike price intervals are outlined in Rule 11A01.E.	
Contract Months/Symbols	On the first trading day following the expiration of September option, list 4 contract months: March (H), May (K), July (N), and September (U). <u>list 9 contract months: January (F), February (G), March (H), April (J), May (K), June (M), July (N), August (Q), and September (U) for two years.</u> Each of these options will exercise into the November futures contract that is nearest to the expiration of the option. A new listing cycle will begin on the first trading day following the expiration of the next September option.	
Daily Price Limit	There is no daily price limit any day.	
Last Trade Date	Same as the last trade date of existing March, May, July, and September standard options. <u>Same as the last trade date of standard and serial options of the same contract month.</u>	
Exercise	American-style. The buyer of a futures option may exercise the option on any business day prior to expiration by giving notice to the Clearing House by 6:00 p.m. Chicago time. Option exercise results in an underlying futures market position. Options in-the-money on the last day of trading are automatically exercised.	
Expiration	Unexercised Soybean futures options shall expire at 7:00 p.m. on the last day of trading.	
Trading Hours	CME Globex (Electronic Platform)	Sunday – Friday, 7:00 p.m. – 7:45 a.m. CT and Monday – Friday, 8:30 a.m. – 1:15 p.m. CT
	Open Outcry (Trading Floor)	Monday – Friday, 8:30 a.m. – 1:15 p.m. CT
Product Ticker Symbols	CME Globex (Electronic Platform)	OSD
	Open Outcry (Trading Floor)	SDF
Rulebook Chapter	11A	
Exchange Rule	These contracts are listed with, and subject to, the rules and regulations of CBOT.	

CBOT Rulebook Chapter 14A

**Short-dated New Crop Wheat Options
Contract Specifications**

Contract Size	One new crop Wheat futures contract (July) of 5,000 bushels	
Tick Size (minimum fluctuation)	1/8 of one cent per bushel (\$6.25 per contract)	
Strike Price Intervals	Trading shall be conducted for put and call options with strike prices in integral multiples of five (5) cents per bushel. More details on strike price intervals are outlined in Rule 14A01.E.	
Contract Months/Symbols	On the first trading day following the expiration of September option, list 3 contract months: December (Z), March (H), and May (K) <u>for two years</u> . Each of these options will exercise into the July futures contract that is nearest to the expiration of the option. A new listing cycle will begin on the first trading day following the expiration of the next September option.	
Daily Price Limit	There is no daily price limit any day.	
Last Trade Date	Same as the last trade date of existing December, March and May standard options. <u>Same as the last trade date of standard and serial options of the same contract month.</u>	
Exercise	American-style. The buyer of a futures option may exercise the option on any business day prior to expiration by giving notice to the Clearing House by 6:00 p.m. Chicago time. Option exercise results in an underlying futures market position. Options in-the-money on the last day of trading are automatically exercised.	
Expiration	Unexercised Wheat futures options shall expire at 7:00 p.m. on the last day of trading.	
Trading Hours	CME Globex (Electronic Platform)	Sunday – Friday, 7:00 p.m. – 7:45 a.m. CT and Monday – Friday, 8:30 a.m. – 1:15 p.m. CT
	Open Outcry (Trading Floor)	Monday – Friday, 8:30 a.m. – 1:15 p.m. CT
Product Ticker Symbols	CME Globex (Electronic Platform)	OWD
	Open Outcry (Trading Floor)	WDF
Rulebook Chapter	14A	
Exchange Rule	These contracts are listed with, and subject to, the rules and regulations of CBOT.	

CBOT Rulebook Chapter 14L

**Short-dated New Crop KC HRW Wheat Options
Contract Specifications**

Contract Size	One new crop KC HRW Wheat Futures contract (July) of 5,000 bushels	
Tick Size (minimum fluctuation)	1/8 of one cent per bushel (\$6.25 per contract)	
Strike Price Intervals	Trading shall be conducted for put and call options with strike prices in integral multiples of five (5) cents per bushel. More details on strike price intervals are outlined in CBOT Rule 2511.01	
Contract Months	On the first trading day following the expiration of September option, list 3 contract months: December (Z), March (H), and May (K) <u>for two years</u> . Each of these options will exercise into the July futures contract that is nearest to the expiration of the option. A new listing cycle will begin on the first trading day following the expiration of the next September option.	
Daily Price Limit	There is no daily price limit any day.	
Last Trade Date	Same as the last trade date of existing December, March, and May standard options. <u>Same as the last trade date of standard and serial options of the same contract month.</u>	
Exercise	American-style. The buyer of a futures option may exercise the option on any business day prior to expiration by giving notice to the Clearing House by 6:00 p.m. Chicago time. Option exercise results in an underlying futures market position. Options in-the-money on the last day of trading are automatically exercised.	
Expiration	Unexercised Wheat futures options shall expire at 7:00 p.m. on the last day of trading.	
Hours(All Times are Chicago Time/CT)	CME Globex:	Sunday - Friday, 7:00 p.m. - 7:45 a.m. CT and Monday - Friday, 8:30 a.m. - 1:15 p.m. CT
	CME ClearPort:	5:00 pm CT Sunday through 4:15 pm CT Friday, with a 45-minute break between 4:15 pm and 5:00 pm on Mondays through Thursdays.
	Open Outcry:	Monday - Friday, 8:30 a.m. - 1:15 p.m. CT
Product Ticker Symbols	CME Globex:	KWE
	OpenOutcry:	KWO
Rulebook Chapter	14L	
Exchange Rule	These contracts are listed with, and subject to, the rules and regulations of CBOT.	