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Chicago Mercantile Exchange

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August 30, 2007

Mr. David Stawick
Office of the Secretariat
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, N.W.
Washington, DC 20581

**Re: CME Rule 5104.C. ("Delivery Points and Allowances")
CME Submission #07-70**

Dear Mr. Stawick:

Chicago Mercantile Exchange Inc. hereby notifies the Commission regarding rule amendments to CME Butter Futures contract. CME has revised the Delivery Points and Allowances section of the rules to increase the delivery allowance offered for the various points outside the par delivery area. These changes will go into effect for all newly listed 2008 contracts, starting with the March 2008 and May 2008 contracts.

The amendments to Rule 5104.C. are as follows, with additions underlined and deletions bracketed and overstruck.

The Exchange certifies that these rule amendments to the CME Butter Futures contract comply with the Act and regulations thereunder.

If you require any additional information regarding this action, please do not hesitate to contact Mr. Charles Piszczor at 312-930-4536 or via e-mail at charles.piszczor@cmegroup.com. We would be appreciative if you could reference our CME Submission #07-70 in any related correspondence.

Sincerely,

/S/ Stephen M. Szarmack
Director and Associate General Counsel

5104.C. Delivery Points and Allowances

Delivery may be made only from approved locations within the 48 contiguous states. Par delivery of butter shall be made from approved warehouses in Chicago and from approved warehouses located east of the western boundaries of lower Michigan, Indiana, Kentucky, Tennessee, and Mississippi. Deliveries made from approved warehouses outside of that area may be substituted with an allowance, determined by the Exchange as follows: from approved warehouses up to 400 miles outside Chicago with a discount of \$.00625[05] per pound; from approved warehouses between 400 and 800 miles outside Chicago with a discount of \$.0125[0] per pound; from approved warehouses between 800 and 1200 miles outside Chicago with a discount of \$.0195 per pound; from approved warehouses between 1200 and 1600 miles outside Chicago with a discount of \$.0260 per pound; and from approved warehouses beyond 1600 miles outside Chicago with a discount of \$.0[2]345 per pound.