Prganization: Chicago Mercantile Exchange Inc. ("CME")   Filing as a: DCM SEF DCO SDR   Please note - only ONE choice allowed. SIDE SDE Please note - only ONE choice allowed per Submission.   Prime See rote only ONE choice allowed per Submission. Supervision Rules and Rule Amendments   Please note only ONE choice allowed per Submission. \$ 40.6(a)   Approval \$ 40.5(a)   Advance Notice of SIDCO Rule Change \$ 40.10(a)   SIDCO Emergency Rule Change \$ 40.2(a)   Certification \$ 40.2(a)   Certification Security Futures \$ 40.2(a)   Approval \$ 40.2(a)   Certification Security Futures \$ 40.2(a)   Novel Derivative Product Notification \$ 40.2(a)   Novel Derivative Product Notification \$ 40.2(a)   Maproval \$ 40.2(a)   Submission \$ 39.5   UPTICHIA \$ 40.6(a)   Certification Made Availa	<i>MPORTANT</i> : Check box if Confidential Treatment is requested   Registered Entity Identifier Code (optional): 21-058 (1 of 2)   Organization: Chicago Mercantile Exchange Inc. ("CME")		
Willing as a: DCM SEF DCO SDR   Please note - only ONE choice allowed. SUP SUP SUP   Please note only ONE choice allowed. SUP SUP SUP   Please note only ONE choice allowed per Submission. Super-Sup-Super-Super-Super-Super-Sup-Super-Super-Supe			
Please note - only ONE choice allowed. Modifications to the elecured Overnight Financing Rate ("SOFR") Futures Market Maker Program   Please note only ONE choice allowed per Submission. State ("SOFR") Futures Market Maker Program   Please note only ONE choice allowed per Submission. State ("SOFR") Futures Market Maker Program   Please note only ONE choice allowed per Submission. \$ 40.6(a)   Approval \$ 40.5(a)   Advance Notice of SIDCO Rule Change \$ 40.10(a)   SIDCO Emergency Rule Change \$ 40.10(a)   SIDCO Emergency Rule Change \$ 40.2(a)   Certification \$ 40.2(a)   Certification Security Futures \$ 40.3(a)   Approval \$ 40.3(a)   Approval \$ 40.2(a)   Certification Swap Class \$ 40.2(a)   Certification Swap Class \$ 40.2(a)   Approval \$ 40.2(a)   Swap Submission \$ 39.5   Micial Product Name: Product Name:   Product Terms and Conditions (product related Rules and Rule Amendments)   Certification Made Available to Trade Determination \$ 40.6(a)   Certification Security Futures \$ 41.24(a)   Delisting (No Open Interest) \$ 40.6(a)   Approv		SDR	
Becured Overnight Financing Rate ("SOFR") Futures Market Maker Program   Please note only ONE choice allowed per Submission. Programization Rules and Rule Amendments   Please note only ONE choice allowed per Submission. \$ 40.6(a)   Approval \$ 40.5(a)   Notification \$ 40.6(d)   Advance Notice of SIDCO Rule Change \$ 40.10(a)   SIDCO Emergency Rule Change \$ 40.2(a)   Certification \$ 40.2(a)   Certification Security Futures \$ 41.23(a)   Certification Security Futures \$ 40.3(a)   Approval \$ 40.2(d)   Approval \$ 40.2(a)   Swap Submission \$ 39.5   Swap Submission \$ 39.5   Ortification Made Available to Trade Determination \$ 40.6(a)   Certification Made Available to Trade Determination \$ 40.6(a)   Certification Made Available to Trade Determination \$ 40.6(a)   Certification Made Available to Trade Determination \$ 40.5(a)   Approval \$ 40.5(a)   Approval \$ 40.6(a)   Certification Made Available to Trade Determination \$ 40.6(a)   Approval \$ 40.5(a)   Approval Made Available to Tra	Please note - only ONE choice allowed.		
Please note only ONE choice allowed per Submission. Submission   Certification \$ 40.6(a)   Approval \$ 40.5(a)   Notification \$ 40.6(d)   Advance Notice of SIDCO Rule Change \$ 40.10(a)   SIDCO Emergency Rule Change \$ 40.10(a)   Rule Notice of SIDCO Rule Change \$ 40.2(a)   Certification \$ 40.2(a)   Certification Security Futures \$ 40.2(a)   Certification Security Futures \$ 40.2(a)   Approval \$ 40.2(a)   Approval \$ 40.2(a)   Approval Security Futures \$ 40.2(a)   Approval Security Futures \$ 40.2(a)   Approval Security Futures \$ 40.2(a)   Way Submission \$ 39.5   UTHEAL \$ 40.6(a)   Movel Derivative Product Notification \$ 40.6(a)   Way Submission \$ 39.5   UTHEAL \$ 40.6(a)   Certification Made Available to Trade Determination \$ 40.6(a)   Approval \$ 40.6(a) \$ 40.6(a)   Approval Made Available to Trade Determination \$ 40.5(a)   Approval Made Available to Trade Determination \$ 40.5(a)			
Prearization Rules and Rule Amendments   Certification § 40.6(a)   Approval § 40.5(a)   Notification § 40.6(d)   Advance Notice of SIDCO Rule Change § 40.10(a)   SIDCO Emergency Rule Change § 40.10(h)   Rule Numbers: Notification   Certification Security Futures § 40.2(a)   Vertification Security Futures § 40.2(a)   Approval § 40.2(a)   Vertification Security Futures § 40.2(a)   Approval § 40.2(a)   Swap Submission § 40.2(a)   Swap Submission § 39.5   VICIE Product Name:   Product Name: Product Name:   Product Name: Product Name:   Product Name: § 40.6(a)   Quertification Made Available to Trade Determination § 40.6(a)   Quertification Security Futures § 40.5(a)   Approval § 40.5(a)   Approval Made Available to Trade Determination § 40.5(a)		<u>ket Maker Program</u>	
Certification § 40.6(a)   Approval § 40.5(a)   Notification § 40.6(d)   Advance Notice of SIDCO Rule Change § 40.10(a)   SIDCO Emergency Rule Change § 40.10(a)   SIDCO Emergency Rule Change § 40.10(b)   Rule Number Since Please note only ONE provide prov			
Approval § 40.5(a)   Notification § 40.6(d)   Advance Notice of SIDCO Rule Change § 40.10(a)   SIDCO Emergency Rule Change § 40.10(b)   Rule Numbers: N/A   Rule Numbers: Numbers:   Rule Numbers: State   Rule Number Nu			
Notification§ 40.6(d)Advance Notice of SIDCO Rule Change§ 40.10(a)SIDCO Emergency Rule Change§ 40.10(b)Rule Numbers: N/APlease note only ONE per Junct per Submission.Certification§ 40.2(a)Certification Security Futures§ 40.2(a)Certification Security Futures§ 40.2(d)Approval§ 40.2(d)Approval Security Futures§ 40.2(a)Novel Derivative Product Notification§ 40.2(a)Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Ufficial Product Name:§ 40.6(a)Certification Made Available to Trade Determination§ 40.6(a)Certification Made Available to Trade Determination§ 40.6(a)Certification Made Available to Trade Determination§ 40.5(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Amendments to enumerated agricultural product§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)			
Advance Notice of SIDCO Rule Change § 40.10(a)   SIDCO Emergency Rule Change § 40.10(b)   Rule Numbers: N/A   Rue Product Please note only ONE per Submission.   Certification § 40.2(a)   Certification Security Futures § 40.2(a)   Certification Security Futures § 40.2(d)   Approval § 40.2(d)   Approval Security Futures § 40.2(a)   Novel Derivative Product Notification § 40.2(a)   Novel Derivative Product Notification § 40.2(a)   Swap Submission § 39.5   Official Product Name: Product Terms and Conditions (product related Rules and Rule Amendments)   Certification Made Available to Trade Determination § 40.6(a)   Certification Made Available to Trade Determination § 40.6(a)   Certification Made Available to Trade Determination § 40.5(a)   Approval § 40.5(a) § 40.5(a)   Approval Made Available to Trade Determination § 40.5(a) <td< td=""><td></td><td></td></td<>			
SIDCO Emergency Rule Change § 40.10(h)   Rule Numbers: N/A Please note only ONE per Junct per Submission.   Support Certification § 40.2(a)   Certification Security Futures § 40.2(a)   Certification Security Futures § 40.2(d)   Approval § 40.2(d)   Approval Security Futures § 40.2(a)   Novel Derivative Product Notification § 40.2(a)   Swap Submission § 39.5   Official Product Name: ************************************			
Rule Numbers: N/A   New Product Please note only ONE product per Submission.   Certification § 40.2(a)   Certification Security Futures § 41.23(a)   Certification Swap Class § 40.2(d)   Approval § 40.2(a)   Approval § 40.2(d)   Approval § 40.3(a)   Approval Security Futures § 40.12(a)   Swap Submission § 40.12(a)   Swap Submission § 39.5   Official Product Name: Product Terms and Conditions (product related Rules and Rule Amberts)   Certification § 40.6(a)   Certification Made Available to Trade Determination § 40.6(a)   Certification Security Futures § 40.5(a)   Approval § 40.5(a)   Approval § 40.5(a)   Approval Made Available to Trade Determination § 40.5(a)		,	
New Protect Please note only ONE per Submission.     Certification \$ 40.2(a)     Certification Security Futures \$ 41.23(a)     Approval \$ 40.2(d)     Approval \$ 40.2(a)     Approval \$ 40.2(a)     Approval \$ 40.2(a)     Approval Security Futures \$ 40.3(a)     Novel Derivative Product Notification \$ 40.12(a)     Novel Derivative Product Notification \$ 40.12(a)     Swap Submission \$ 39.5   Ufficial Froduct Name: ************************************		§ 40.10(h)	
Certification§ 40.2(a)Certification Security Futures§ 41.23(a)Certification Swap Class§ 40.2(d)Approval§ 40.3(a)Approval Security Futures§ 41.23(b)Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Official Product Name:*********************************			
Certification Security Futures§ 41.23(a)Certification Swap Class§ 40.2(d)Approval§ 40.3(a)Approval Security Futures§ 41.23(b)Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Official Product Name:*********************************		-	
Certification Swap Class§ 40.2(d)Approval§ 40.3(a)Approval Security Futures§ 41.23(b)Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Official Product Name:*********************************			
Approval§ 40.3(a)Approval Security Futures§ 41.23(b)Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Strictal Product Name:*********************************			
Approval Security Futures§ 41.23(b)Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Official Product Name:*********************************			
Novel Derivative Product Notification§ 40.12(a)Swap Submission§ 39.5Official Product Name:Product Terms and Conditions (product related Rules and Rule Amendments)Certification§ 40.6(a)Certification Made Available to Trade Determination§ 40.6(a)Certification Security Futures§ 41.24(a)Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Mon-Material Agricultural Rule Change"§ 40.4(a), § 40.5(a)		§ 40.3(a)	
Swap Submission§ 39.5Official Product Name:Security Forduct related Rules and Rule Amendments)Certification§ 40.6(a)Certification Made Available to Trade Determination§ 40.6(a)Certification Security Futures§ 41.24(a)Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Mon-Material Agricultural Rule Change"§ 40.4(b)(5)		§ 41.23(b)	
Difficial Product Name:Product Terms and Conditions (product related Rules and Rule Amendments)CertificationCertificationCertification Made Available to Trade DeterminationCertification Security FuturesEdisting (No Open Interest)ApprovalApproval Made Available to Trade Determination\$ 40.6(a)Approval Made Available to Trade Determination\$ 40.5(a)Approval Amendments to enumerated agricultural products\$ 40.4(a), \$ 40.5(a)"Non-Material Agricultural Rule Change"\$ 40.4(b)(5)	Novel Derivative Product Notification	§ 40.12(a)	
Product Terms and Conditions (product related Rules and RuleCertification§ 40.6(a)Certification Made Available to Trade Determination§ 40.6(a)Certification Security Futures§ 41.24(a)Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 40.4(a), § 40.5(a)Mon-Material Agricultural Rule Change"§ 40.4(b)(5)		§ 39.5	
Certification Made Available to Trade Determination§ 40.6(a)Certification Security Futures§ 41.24(a)Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 41.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)		Amendments)	
Certification Made Available to Trade Determination§ 40.6(a)Certification Security Futures§ 41.24(a)Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 41.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)	Certification	§ 40.6(a)	
Certification Security Futures§ 41.24(a)Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 41.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)		5 ( )	
Delisting (No Open Interest)§ 40.6(a)Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 40.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)	Certification Security Futures	§ 41.24(a)	
Approval§ 40.5(a)Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 41.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)			
Approval Made Available to Trade Determination§ 40.5(a)Approval Security Futures§ 41.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)			
Approval Security Futures§ 41.24(c)Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)			
Approval Amendments to enumerated agricultural products§ 40.4(a), § 40.5(a)"Non-Material Agricultural Rule Change"§ 40.4(b)(5)			
"Non-Material Agricultural Rule Change" § 40.4(b)(5)			
1100000000 8 40.0(u)	Notification	§ 40.6(d)	



January 13, 2021

#### VIA ELECTRONIC PORTAL

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

#### RE: Modifications to the Secured Overnight Financing Rate ("SOFR") Futures Market Maker Program CME Submission No. 21-058 (1 of 2)

Dear Mr. Kirkpatrick:

Chicago Mercantile Exchange Inc. ("CME") and The Board of Trade of the City of Chicago, Inc. ("CBOT") (collectively, the "Exchanges") hereby notify the Commodity Futures Trading Commission ("CFTC" or "Commission") of plans to modify the SOFR Futures Market Maker Program ("Program"). The modifications to the Program will become effective on February 1, 2021.

Exhibit 1 sets forth the terms of this Program. Modifications appear below, with additions <u>underlined</u> and deletions <del>overstruck</del>.

The Exchanges reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodity Exchange Act ("CEA"). During the review, the staff identified the following Core Principles as potentially being impacted: Monitoring of Trading, Execution of Transactions, Protection of Market Participants, Compliance with Rules, and Recordkeeping.

The Program does not impact the Exchanges' ability to perform their trade practice and market surveillance obligations under the CEA. The Exchanges' market regulation staff will monitor trading in the Program's products in order to prevent manipulative trading and market abuse. The Program does not impact the Exchanges' order execution. Participants in the Program will be selected by the Exchanges' staff using criteria as set forth in Exhibit 1. Chapter 4 of the Exchanges' rules includes prohibitions against fraudulent, non-competitive, unfair, or abusive practices. All participants must execute a contractual agreement with the Exchanges in which each participant will expressly agree to comply with, and be subject to, applicable regulations and the Exchanges' rules. Additionally, the Program is subject to the Exchanges' record retention policies, which comply fully with the CEA.

The Exchanges certify that the Program complies with the CEA and the regulations thereunder. There were no substantive opposing views to the Program.

The Exchanges certify that this submission has been concurrently posted on the Exchanges' website at http://www.cmegroup.com/market-regulation/rule-filings.html.

If you require any additional information regarding this submission, please e-mail <u>CMEGSubmissionInquiry@cmegroup.com</u> or contact Rachel Johnson at 312-466-4393 or via e-mail at <u>Rachel.Johnson@cmegroup.com</u>. Please reference our CME Submission No. 21-058 in any related correspondence.

Sincerely,

/s/ Christopher Bowen Managing Director and Chief Regulatory Counsel

Attachment: Exhibit 1

# **EXHIBIT 1**

# **SOFR Futures Market Maker Program**

## Program Purpose

The purpose of the Program is to support the development of the products listed below. A more liquid contract on the central limit order book benefits all participants in the market.

## Product Scope

Three-Month SOFR Futures ("SR3"), One-Month SOFR Futures ("SR1"), Eurodollar Futures ("ED"), and 30-Day Federal Funds Futures ("ZQ") that are traded on the CME Globex Platform ("Products").

## Eligible Participants

There is no limit to the number of participants that may participate in the Program. Participants may be members or non-members.

## <u>Hours</u>

6AM-4PM CT ("Program Hours").

#### Program Term

Start date is May 7, 2018. End date is January 31, 2021 August 31, 2021.

#### **Obligations**

Participants in the Program must quote continuous two-sided markets in the Products at maximum designated bid/ask spreads and minimum quote sizes during designated hours.

#### Incentives

Upon meeting all <del>Program</del> obligations, as determined by the Exchanges, participants may be eligible to receive predetermined incentives.

#### Monitoring and Termination of Status

The Exchanges shall monitor trading activity and participants' performance and shall retain the right to revoke participant status if it concludes from review that a participant has failed to meet its obligations or no longer meets the eligibility requirements of the Program.