

May 19, 2016

Christopher J. Kirkpatrick
Secretary
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, N.W.
Washington, D.C. 20581

Re: CBOE Futures Exchange, LLC Rule Certification
Submission Number CFE-2016-009

Dear Mr. Kirkpatrick:

Pursuant to Section 5c(c)(1) of the Commodity Exchange Act, as amended (“Act”), and §40.6(a) of the regulations promulgated by the Commodity Futures Trading Commission (“CFTC” or “Commission”) under the Act, CBOE Futures Exchange, LLC (“CFE” or “Exchange”) hereby submits a CFE rule amendment (“Amendment”) relating to spread orders and Trade at Settlement (“TAS”) transactions. The Amendment will become effective on or after June 3, 2016, on a date to be announced by the Exchange through the issuance of a circular.

CFE is making two changes in relation to spread orders and TAS orders.

First, CFE is amending CFE Policy and Procedure II (Spread Order Processing) of the Policies and Procedures section of the CFE Rulebook to allow for spread orders to be submitted as immediate or cancel (“IOC”) orders. CFE’s trading system previously did not accommodate spread IOC orders, and will now be able to accommodate them.

Second, CFE is adding clarifying language to CFE Rule 404A (Trade at Settlement Transactions). CFE’s trading system does not accommodate TAS contingency orders, including fill or kill orders, IOC orders, and stop limit orders. CFE is adding language to Rule 404A to clarify the permitted types of TAS orders.

CFE believes that the Amendment is consistent with Designated Contract Market Core Principle 7 (Availability of General Information) and 9 (Execution of Transactions) under Section 5 of the Act because the Amendment (i) provides information to market participants and the public regarding the operation of CFE’s trading system in relation to spread orders and TAS orders and (ii) contributes to a more competitive and efficient market and mechanism for executing transactions in CFE’s centralized market by permitting IOC spread orders to be executed in CFE’s centralized market.

CFE believes that the impact of the Amendment will be beneficial to the public and market participants. CFE is not aware of any substantive opposing views to the Amendment. CFE hereby certifies that the Amendment complies with the Act and the regulations thereunder. CFE further certifies that CFE has posted a notice of pending certification with the Commission and a copy of this submission on CFE’s Web site (<http://cfe.cboe.com/aboutcfe/rules.aspx>) concurrent with the filing of this submission with the Commission.

The Amendment, marked to show additions in underlined text and deletions in [bracketed] text, consists of the following:

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**CBOE Futures Exchange, LLC
Rules**

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Rule 404A. Trade at Settlement Transactions

(a) – (d) No change.

(e) All TAS orders are required to be Day Orders. [TAS market orders are not permitted.] TAS orders may not be submitted as Market Orders or with any of the contingencies set forth in 404(h).

(f) – (g) No change.

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**CBOE Futures Exchange, LLC
Policies and Procedures**

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II. Spread Order Processing

(a) – (c) No change.

(d) Spread Orders may not be submitted as Market Orders or with any of the contingencies set forth in Rule 404(h), except as an Immediate or Cancel Order.

(e) – (h) No change.

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Questions regarding this submission may be directed to Arthur Reinstein at (312) 786-7570 or Nicole Gordon at (312) 786-8109. Please reference our submission number CFE-2016-009 in any related correspondence.

CBOE Futures Exchange, LLC



By: Michael J. Mollet
Managing Director