

**SUBMISSION COVER SHEET**

**IMPORTANT:** Check box if Confidential Treatment is requested

**Registered Entity Identifier Code (optional):** 19-229

**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):** 07/09/2019 **Filing Description:** Amendments to the Standard Options on Denatured Ethanol Futures Contract

**SPECIFY FILING TYPE**

**Please note only ONE choice allowed per Submission.**

**Organization 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:**

**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 § 40.3(a)
- Approval Security Futures § 41.23(b)
- Novel Derivative Product Notification § 40.12(a)
- Swap Submission § 39.5

**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)
- 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)
- Notification § 40.6(d)

**Official Name(s) of Product(s) Affected:** Standard Options on Denatured Ethanol Futures

**Rule Numbers:** CBOT Rulebook Chapter 16A Rule 16A05. ("Option Premium Limits")

July XX, 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, DC 20581

**Re: CFTC Regulation 40.6(a) Certification. Notification Regarding Corrective Amendments to the Standard Options on Denatured Ethanol Futures Contract. CBOT Submission No. 19-229**

Dear Mr. Kirkpatrick:

The Board of Trade of the City of Chicago, Inc. ("CBOT" or "Exchange") is notifying the Commodity Futures Trading Commission ("CFTC" or "Commission") that it is self-certifying corrective amendments to the Standard Options on Denatured Ethanol Futures contract (the "Contract") (CME Globex Code: OEH; CME ClearPort Code: EH) effective Sunday, July 28, 2019 for trade date Monday, July 29, 2019.

Specifically, the Exchange will delete Rule 16A05. ("Option Premium Limits") to conform the specifications of the Contract with other similar option contracts.

The Exchange reviewed the designated contract market core principles ("Core Principles") as set forth in the Commodity Exchange Act ("CEA" or "Act") and identified that the amendments may have some bearing on the following core principles:

- **Compliance with Rules:** The Exchange shall continue its normal practice to establish, monitor, and enforce compliance with the rules for the Contract, including the amendments for the Contract.
- **Prevention of Market Disruption:** The amendments reflect the Exchange's efforts to more effectively protect the market from loss of price discovery in the Contract. The Exchange believes that the amendments are consistent with this Core Principle and activity on the Contract will continue to receive extensive monitoring and surveillance by CME Group's Market Regulation Department.
- **Availability of General Information:** The Exchange will amend the CBOT rulebook accordingly which is publicly available on the CME Group website. In addition, the Exchange will publish a Special Executive Report ("SER") to advise the marketplace of the amendments. The SER will be posted on the CME Group website.
- **Daily Publication of Trading Information:** The Exchange shall continue to make public daily information on settlement prices, volume, open interest, and opening and closing ranges for actively traded and cleared contracts on the contract market.
- **Execution of Transactions:** The amendments will further enable the Exchange to continue its current practice of providing a competitive, open, and efficient market mechanism for executing transactions.

- **Protection of Market Participants**: Not limiting trade due to price limits can reduce risk and uncertainty for holders of open positions because it will allow them to liquidate positions to recover premium value in addition to exercising the option.

Pursuant to Section 5c(c) of the Act and CFTC Regulation 40.6(a), the Exchange 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 CME Group 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 via e-mail at [CMEGSubmissionInquiry@cmegroup.com](mailto:CMEGSubmissionInquiry@cmegroup.com).

Sincerely,

/s/ Christopher Bowen  
Managing Director and Chief Regulatory Counsel

Attachment: Exhibit A - Amendments to the Standard Options on Denatured Fuel Ethanol Futures CBOT Rule 16A05. ("Option Premium Limits")

## Exhibit A

### Chapter 16A Standard Options on Denatured Fuel Ethanol Futures

(deletions struck through)

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#### **16A05. OPTION PREMIUM LIMITS**

~~Trading is prohibited during any day, except for the last day of trading in a Denatured Fuel Ethanol futures option, at a premium of more than the trading limit for the Denatured Fuel Ethanol futures contract above and below the previous day's settlement premium for that option.~~

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