

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 14-436

Organization: Chicago Mercantile Exchange Inc. ("CME")

Filing as a: DCM SEF DCO SDR

Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 10/23/2014 Filing Description: Amendments to Six (6) Interest Rate Futures and Option Contracts and CME Rule 813

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: See filing.

Rule Numbers: Chapters 454, 454A, 455, 455A, 456, 456A and CME Rulebook Chapter 8, Rule 813

October 23, 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. Notification of Amendments to Price Increment Rules for Six (6) CME Bundle Futures and Option Contracts and CME Rule 813 (“Daily Settlement Price”).
 CME Submission No. 14-436**

Dear Mr. Kirkpatrick:

Chicago Mercantile Exchange Inc. (“CME” or “Exchange”) is notifying the Commodity Futures Trading Commission (“CFTC” or “Commission”) that it is self-certifying amendments to the price increment rules for six (6) Bundle futures and option contracts effective on Sunday, November 9, 2014 for trade date Monday, November 10, 2014 (See Appendix A). The affected contracts are noted in the table below. More specifically, the minimum price increment for the six (6) Bundle futures and options contracts will decrease to 0.0025 points (1/4 tick) from 0.005 points (1/2 tick) on all trading and clearing venues. These contracts are listed for trading on the CME trading floor and CME Globex, and for submission for clearing through CME ClearPort.

The amendments will conform the minimum price increment of the Eurodollar bundle futures and options with the current minimum price increment associated with lead-month Eurodollar futures, thereby providing customers with pricing accuracy and greater flexibility.

Also effective at this time, the Exchange is self-certifying amendments to CME Rule 813 (“Daily Settlement Price”) (See Appendix B). These amendments are intended to conform CME Rule 813 with the terms and conditions of the six (6) Eurodollar bundle futures and options contracts listed below.

Contract	CME Rulebook Chapter	CME Globex and CME ClearPort Codes
Two-Year Bundle Futures	454	BU2
Two-Year Bundle Options	454A	BU2
Three-Year Bundle Futures	455	BU3
Three-Year Bundle Options	455A	BU3
Five-Year Bundle Futures	456	BU5
Five-Year Bundle Options	456A	BU5

The Exchange Research Department and Legal Department collectively reviewed the designated contract market (“DCM”) core principles (“Core Principles”) as set forth in the Commodity Exchange Act (“Act”). During the review, staff identified that the amendments may have some bearing on the following Core Principles:

- **Contracts Not Readily Subject to Manipulation:** The amendments to the six (6) Eurodollar bundle futures and option contracts conform the minimum price increment of those contracts to that of

the lead-month Eurodollar futures, thereby providing customers with pricing accuracy and greater flexibility.

- Availability of General Information: The Exchange will make publically available the details of the contracts' amendments by publishing a Special Executive Report ("SER") to the marketplace. The SER will be posted on the CME Group website. Furthermore, the Exchange will update the CME rulebook to reflect the amended terms and conditions of the contracts.

Pursuant to Section 5c(c) of the Act and CFTC Rule 40.6(a), the Exchange hereby certifies that the amendments to the six (6) Bundle futures and options contracts and Rule 813 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 Christopher.Bowen@cmegroup.com.

Sincerely,

/s/ Christopher Bowen
Managing Director and Chief Regulatory Counsel

Attachments:

- Appendix A – Product Chapter Amendments to Six (6) Interest Rate Futures and Option Contracts (blackline format)
- Appendix B – Rule Amendment to CME Rule 813 for Daily Settlement Prices (blackline format)

Appendix A

CME Product Rulebook Amendments

(underline indicates addition; ~~strike through~~ indicates deletion)

Chapter 454

Two-Year Bundle Futures

45402.C. Price Increments

Contract price shall be quoted in terms of the IMM Index (Rule 45202.C.), as the arithmetic average of the prices of the eight (8) ED futures comprised within the Contract Grade (Rule 45401.A.). For example, a Bundle futures price of 95.670 would signify that the market consensus expectation of such average ED futures price is 95.6700, implying an arithmetic average ED contract rate of 4.33 percent per year (equal to 100.0000 minus 95.6700).

The minimum price increment shall be one quarter of one hundredth (0.0025) ~~one half of one hundredth (0.005)~~ of one IMM Index point, equal to \$50 ~~\$100~~ per contract. Contracts shall not be made on any other price basis.

For the purpose of Rule 812 for Final Settlement Price and Rule 813 for Daily Settlement Price, the minimum price increment shall be 0.0001 IMM Index points, equal to \$2 per contract.

Chapter 454A

Options on Two-Year Bundle Futures

454A01.C. Minimum Price Increments

The price of an option shall be quoted in IMM Index points. Each 0.01 IMM Index point, signifying one (1) interest rate basis point per annum (Rule 45402.C.), shall represent \$200 per option contract. For example, a quote of 0.33 represents an option price of \$6,600 (equal to 33 basis points x \$200 per option contract).

The minimum price increment shall be one quarter of one hundredth (0.0025) ~~one half of one hundredth (0.005)~~ of one IMM Index point, equal to \$50 ~~\$100~~ per contract. ~~Trade also may occur at a price of 0.0025 IMM Index points, equal to \$50 per option contract, whether or not such trade results in the liquidation of positions for both parties to such trade.~~

For the purpose of Rule 812 for Final Settlement Price and Rule 813 for Daily Settlement Price, the minimum price increment shall be 0.0025 IMM Index points, equal to \$50 per option contract.

Where the price of such option is quoted in volatility terms, the minimum price increment shall be 0.05 percent per annum (eg, 9.95 percent, 10.0 percent, 10.05 percent, 10.10 percent).

Chapter 455

Three-Year Bundle Futures

45502.C. Price Increments

Contract price shall be quoted in terms of the IMM Index (Rule 45202.C.), as the arithmetic average of the prices of the 12 ED futures comprised within the Contract Grade (Rule 45501.A.). For example, a Bundle futures price of 95.670 would signify that the market consensus expectation of such average ED futures price is 95.6700, implying an arithmetic average ED contract rate of 4.33 percent per year (equal to 100.0000 minus 95.6700).

The minimum price increment shall be one quarter of one hundredth (0.0025) ~~one half of one hundredth (0.005)~~ of one IMM Index point, equal to \$75 ~~\$150~~ per contract. Contracts shall not be made on any other price basis.

For the purpose of Rule 812 for Final Settlement Price and Rule 813 for Daily Settlement Price, the minimum price increment shall be 0.0001 IMM Index points, equal to \$3 per contract.

Chapter 455A

Options on Three-Year Bundle Futures

455A01.C. Minimum Price Increments

The price of an option shall be quoted in IMM Index points. Each 0.01 IMM Index point, signifying one (1) interest rate basis point per annum (Rule 45502.C.), shall represent \$300 per option contract. For example, a quote of 0.33 represents an option price of \$9,900 (equal to 33 basis points x \$300 per option contract).

The minimum price increment shall be one quarter of one hundredth (0.0025) ~~one-half of one hundredth (0.005)~~ of one IMM Index point, equal to \$75 ~~\$150~~ per contract. ~~Trade also may occur at a price of 0.0025 IMM Index points, equal to \$75 per option contract, whether or not such trade results in the liquidation of positions for both parties to such trade.~~

For the purpose of Rule 812 for Final Settlement Price and Rule 813 for Daily Settlement Price, the minimum price increment shall be 0.0025 IMM Index points, equal to \$75 per option contract.

Where the price of such option is quoted in volatility terms, the minimum price increment shall be 0.05 percent per annum (eg, 9.95 percent, 10.0 percent, 10.05 percent, 10.10 percent).

Chapter 456

Five-Year Bundle Futures

45602.C. Price Increments

Contract price shall be quoted in terms of the IMM Index (Rule 45202.C.), as the arithmetic average of the prices of the 20 CME ED futures comprised within the Contract Grade (Rule 45601.A.). For example, a Bundle futures price of 95.670 would signify that the market consensus expectation of such average ED futures price is 95.6700, implying an arithmetic average ED contract rate of 4.33 percent per year (equal to 100.0000 minus 95.6700).

The minimum price increment shall be one quarter of one hundredth (0.0025) ~~one-half of one hundredth (0.005)~~ of one IMM Index point, equal to \$125 ~~\$250~~ per contract. Contracts shall not be made on any other price basis.

For the purpose of Rule 812 for Final Settlement Price and Rule 813 for Daily Settlement Price, the minimum price increment shall be 0.0001 IMM Index points, equal to \$5 per contract.

Chapter 456A

Options on Five-Year Bundle Futures

456A01.C. Minimum Price Increments

The price of an option shall be quoted in IMM Index points. Each 0.01 IMM Index point, signifying one (1) interest rate basis point per annum (Rule 45602.C.), shall represent \$500 per option contract. For example, a quote of 0.33 represents an option price of \$16,500 (equal to 33 basis points x \$500 per option contract).

The minimum price increment shall be one quarter of one hundredth (0.0025) ~~one-half of one hundredth (0.005)~~ of one IMM Index point, equal to \$125 ~~\$250~~ per contract. ~~Trade also may occur at a price of 0.0025 IMM Index points, equal to \$125 per option contract, whether or not such trade results in the liquidation of positions for both parties to such trade.~~

For the purpose of Rule 812 for Final Settlement Price and Rule 813 for Daily Settlement Price, the minimum price increment shall be 0.0025 IMM Index points, equal to \$125 per option contract.

Where the price of such option is quoted in volatility terms, the minimum price increment shall be 0.05 percent per annum (eg, 9.95 percent, 10.0 percent, 10.05 percent, 10.10 percent).

Appendix B

CME Rulebook Chapter 8

Clearing House and Performance Bonds

(underline indicates addition; ~~strikethrough~~ indicates deletion)

813. DAILY SETTLEMENT PRICE

Daily settlement prices shall be determined each business day for each product. Provided that a product's terms and conditions do not stipulate otherwise, (a) such daily settlement prices shall be determined pursuant to one or more of the procedures set forth below. ~~The, and (b) any such daily~~ settlement price shall be ~~a price~~ consistent with the minimum tick increment for the product, such that any calculated settlement price value that is not an integer multiple of such product's standard tick increment shall be rounded either to the nearest tick or to the tick closer to the previous day's daily settlement price. ~~if the calculated settlement price is not a standard tick increment, the calculated settlement price will be rounded either to the nearest tick or to the tick closer to the previous day's settlement price.~~

(The remainder of the Rule is unchanged.)