



**CME Group**

A CME/Chicago Board of Trade/NYMEX Company

C.F.T.C.  
OFFICE OF THE SECRETARIAT

2010 MAY 4 PM 12 07

May 3, 2010

Mr. David Stawick  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21<sup>st</sup> Street, NW  
Washington DC 20581

**RE: Notification of CME/CBOT Agricultural Product Market Maker  
Programs.  
CME/CBOT Submission No. 10-116**

Dear Mr. Stawick:

Chicago Mercantile Exchange Inc. ("CME" or "Exchange") and The Board of Trade of the City of Chicago, Inc. ("CBOT") (collectively, the "Exchanges") hereby notify the Commodity Futures Trading Commission ("Commission") regarding several CME/CBOT market maker programs for agricultural commodities. The market maker programs include:

- CBOT Distillers' Dried Grain Futures Market Making Program on Globex
- CME US Dollar Denominated Crude Palm Oil Futures Market Making Program on Globex
- CME International Skimmed Milk Powder Futures Market Making Program on Globex

The Exchanges certify that these programs comply with the Commodity Exchange Act and the regulations thereunder.

If you require additional information regarding these programs, please contact John Harangody at (312) 466-4437 or via e-mail at [john.harangody@cmegroup.com](mailto:john.harangody@cmegroup.com), Tony Zaccaria at (312) 930-4560 or via e-mail at [anthony.zaccaria@cmegroup.com](mailto:anthony.zaccaria@cmegroup.com) or me at (312) 648-5422. Please refer to CME/CBOT Submission No. 10-116 in any correspondence relating to this matter.

Sincerely,

/s/ Stephen M. Szarmack  
Regulatory Counsel

Attachments

**Attachment 3**  
**CME International Skimmed Milk Powder Futures**  
**Market Making Program on Globex**

**Eligibility/Term:**

- Eligible participants include members and non-members.
- The Exchange may designate up to four (4) market makers with a provision to expand the market maker program by (3).
- The term of the International Skim Milk MM Program is 4 years.
  - Failure to meet MM obligations by a MM can result in CMEG removing the MM from the program.
  - If the contract fails to exceed 100 ADV after 2 years, CMEG retains the right to cancel the market maker program

**Market Maker Obligations:**

- MM must provide contracted two-sided markets.

**Market Maker Incentives:**

- All Transaction Fees (Clearing and Globex fees) waived through December 31, 2011.
- Participation in revenue share
  - CME Group will fund a "revenue pool" that will be allocated to market makers on a pro rata basis based on their relative trade during the past month.
  - The revenue pool will be funded based on revenue received from non-market-maker market trading.
- Trade allocation split across eligible MMs if they have joined the best bid or offer.