



## Special Executive Report

**DATE:** October 29, 2018

**SER#:** 8261

**SUBJECT: REMINDER: Implementation of Amendments to Corn and Soybean Futures Contracts in 2019**

As previously reported in [SER-7516](#) and [SER-7956RR](#), the Exchange is implementing amendments to the terms of the Soybean futures contract (Rulebook Chapter: 11; Clearing Code: S; CME Globex Code: ZS) and the Mini-Sized Soybean futures contract (Rulebook Chapter: 11B; Clearing Code: YK; CME Globex Code: XK) effective on the January 2019 contract month and beyond and to the Corn futures contract (Rulebook Chapter: 10; Clearing Code: C; CME Globex Code: ZC) and the Mini-Sized Corn futures contract (Rulebook Chapter: 10B; Clearing Code: YC; CME Globex Code: XC) effective on the March 2019 contract month and beyond. These amendments include an expansion in the delivery territory in the Corn futures and Mini-Sized Corn futures contracts, a change in the quality specification differentials in the Corn futures and Mini-Sized Corn futures contracts, and an update to the delivery differentials in the Soybean futures, Mini-Sized Soybean futures, Corn futures, and Mini-Sized Corn futures contracts.

Specifically, the Exchange will expand the delivery territory of the Corn futures and Mini-Sized Corn futures contracts to include the Havana-Grafton Shipping District and the St. Louis-East St. Louis and Alton Switching District, effective with the March 2019 contract month and beyond. An updated list of registered and approved Corn facilities will be available in [Chapter 7](#) of the CBOT Rulebook as implementation nears.

Additionally, the Exchange will change the U.S. No. 3 discount in Corn and Mini-Sized Corn futures into three separate differentials: a 2 cent per bushel discount for U.S. No. 3 designation on account of broken corn and foreign material only (BCFM between 3.1 and 4%); a 2 cent per bushel discount for U.S. No. 3 designation on account of damage only (total damage between 5.1 and 7%); and a 4 cent per bushel discount for U.S. No. 3 designation on account of both broken corn and foreign material and damage.

Lastly, the Exchange will update the locational delivery differentials in the Soybean futures and Mini-Sized Soybean futures contracts effective on the January 2019 contract month and beyond, and on the Corn futures and Mini-Sized Corn futures contracts effective on the March 2019 contract month and beyond. The table below details the current differentials as well as the differentials effective in 2019.

Shipping District	Current Differentials	New Differentials Beginning with 2019 Contracts and Beyond
Chicago and Burns Harbor	Par	Par
Lockport-Seneca	2.0 ¢/bu over contract price	4.75 ¢/bu over contract price
Ottawa-Chillicothe	2.5 ¢/bu over contract price	6.25 ¢/bu over contract price
Peoria-Pekin	3.0 ¢/bu over contract price	8.75 ¢/bu over contract price

Havana-Grafton	3.5 ¢/bu over contract price	10.25 ¢/bu over contract price
St. Louis-East St. Louis and Alton	6.0 ¢/bu over contract price	16.25 ¢/bu over contract price

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