



**CME CTA/Hedge Fund Pilot Program
Questions & Answers
February 2011**

1. What is the CTA/Hedge Fund Pilot Program?

CME's CTA/Hedge Fund Pilot Program allows qualified hedge funds and commodity trading advisors (CTAs) to receive discounted fees for their CME electronic Foreign Exchange (eFX) trades that are executed on the CME Globex trading platform.

2. How does a CTA or hedge fund qualify for the program?

To qualify for the program, CTAs and hedge funds must:

- Have more than \$1 billion in assets under management (including both pooled investment vehicles and managed accounts);
- Complete a CTA/Hedge Fund Pilot Program application and be approved by CME; and,
- Have a relationship with a CME clearing member.

3. When does this program expire?

Program was extended through December 31, 2011; at that time CME will evaluate and determine whether to continue the program.

4. What trading fees are charged by the Exchange for trading by a CTA/Hedge Fund Pilot Program participant?

Effective January 1, 2011, trades done by CTA/Hedge Fund Pilot Program participants will be charged an all-in fee of sixty-four cents (\$0.64) per side. Prior to January 1, the total fee charged was sixty cents (\$0.60) per side. The fee breakdown for how this will be administered in the Exchange Fee System is listed below for reference.

CME eFX Products	Expired on December 31, 2010	Effective on January 1, 2011
CME Globex Fee	<i>Fees Waived</i>	<i>Fees Waived</i>
CME Clearing Fee	60 ¢	64 ¢
All-in Fee	60 ¢	64 ¢

This all-in fee of sixty-four cents (\$0.64) per side allows qualified CTAs and Hedge Funds to trade CME eFX at a 60 percent discount over current CME fee rates.

5. Will participants in the CTA/Hedge Fund Pilot Program receive the sixty-four cent (\$0.64) per side rate for any other products other than FX futures and options on futures?

No. The CTA/Hedge Fund Pilot Program is for e-FX trades only. Standard fees will apply in other products.



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6. Will participants in the CTA/Hedge fund pilot program receive the discounted fee for all of their FX trades traded electronically?

Participants will receive the reduced fee on all trades for accounts registered with CME and approved by CME. Hedge funds will only receive the reduced fees for accounts solely owned by the hedge fund. CTAs will only receive discounts on accounts of pooled investment vehicles and managed accounts solely managed by the CTA (i.e., individual managed accounts for whom the CTA has power of attorney for the sole purpose of trading.)

7. When will the discount fee become effective?

Eligible CTA/Hedge Fund accounts will be entitled to preferential CTA/Hedge Fund Program Rates when the proper documentation is received and accepted by CME.

Preferential trading fees will not be applied earlier than CME's approval date.

The CTA/Hedge Fund participant is responsible for providing accurate clearing firm and account information to CME in order to receive the preferential rates, including changes made to existing or additional accounts added after initial approval.

The participant must also advise all clearing member firms carrying their CTA/Hedge Fund account(s) that they have applied for the CME CTA/Hedge Fund Pilot Program and will be receiving preferential rates when the application is approved.

8. Are there any geographic restrictions on participation?

No. This is a global program and all qualified participants are eligible.

9. Can a CTA of an existing member apply for the CTA/Hedge Fund Pilot Program?

Yes. CTAs for existing members/ member firms are eligible to participate in the CTA/Hedge Fund Pilot Program.



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10. How do CTAs and hedge funds apply for the CTA/Hedge Fund Pilot Program?

To receive an application or for any additional information you may contact the following:

Main Contact and Application Approver:

Scott Brusso, Director, FX Products,

Phone: 312-930-313

Email CTA_HF_Pilot_Program@cmegroup.com

You can also obtain the application from our website, the direct link is below.

<http://www.cmegroup.com/company/membership/membership-resources.html> in "Other Forms" section

You can return hard copy applications to:

By Mail:

FX Department

Attn. Scott Brusso, Director, FX Products

CME Group

20 South Wacker Dr.

Chicago IL, 60606

By Fax:

FX Department

Attn. Scott Brusso, Director, FX Products

Fax # 312-454-7786

If you are located outside of the U.S., you may also receive information about this program from our international offices. CME staff at these offices can provide you with additional information and assist you through the application process:

Europe, Middle East, & Africa (EMEA)

Will Patrick, Assoc Dir FX Products

Phone: + 44 20 7796 7100

Email CTA_HF_Pilot_Program@cmegroup.com

Asia-Pacific

KC Lam, Director FX Products

Phone: +65 6550 9612 email

Email CTA_HF_Pilot_Program@cmegroup.com