Broader Incentive Scheme

1 Introduction

1.1 In order to build liquidity and activity in our CME Inc. ClearPort Clearing Systems and to demonstrate CME Clearing Europe Limited’s long-term commitment to its relationship with brokers, CME Clearing Europe Limited will incentivise brokers who agree to provide market prices for the purposes of establishing settlement data.

1.2 In this notice, capitalised words and phrases shall have the same meaning as set out in the Rules of the Clearing House (also as defined therein) which can be found on the Clearing House’s Website at: www.cmeclearingeurope.com.

2 Eligibility

2.1 Any broker on the CME Inc. ClearPort Clearing System who:

   (a) physically enters orders or transactions into CME Inc. ClearPort Clearing Systems; and

   (b) provides to CME Group Global Operations such daily market prices relating to Eligible Transactions (as defined below) that the Clearing House requests; and

   (c) does not engage in conduct deemed by the Clearing House, in its sole discretion, to have an adverse effect on the Clearing House or which is otherwise contrary to the best interests of the Clearing House; and

   (d) has completed and submitted ClearPort registration form at: http://www.cmeigroup.com/info_forms/registration/europe/cmeceEula.html and agreed to the Clearing House’s Website terms and conditions; and

   (e) has all necessary authorisations, licences, consents and other approvals required to submit transactions to the Clearing House in any jurisdictions in which it is incorporated or otherwise constituted or carrying on business;

will be an Eligible Participant.
2.2 An order entered into CME Inc. ClearPort Clearing Systems by an Eligible Participant on behalf of its client (i.e. not on its own account or a proprietary account) which has been accepted for clearing by the Clearing House and novated in accordance with chapter 5 of the Rules will be an Eligible Transaction.

3 Payments

3.1 For the period of six calendar months from 6 May 2011, the Clearing House shall pay an Eligible Participant 50% of net transaction fees charged to, and received from, a Clearing Member in regard to each Eligible Transaction submitted by the Eligible Participant. For the avoidance of doubt, any transactions cleared in the soft launch period prior to 6 May 2011 will also be subject to the Broker Incentive Scheme.

3.2 During the fee waiver period set out in Advisory Notice 11-01, the Clearing House shall pay an Eligible Participant 50% of net transaction fees that would otherwise have been paid by a Clearing Member for contracts subject to the fee waiver.

3.3 Brokers are reminded to disclose any payment and the terms on which it is made and accepted pursuant to this notice and to maintain any records relating to the payments made and accepted as required by any Applicable Law.

3.4 The Clearing House shall make payments to Eligible Participants within 30 calendar days of the end of each quarter in relation to Eligible Transactions during the preceding quarter.

3.5 The Clearing House in its sole discretion shall decide any disputes arising about the identity or affiliation of a broker entitled to the payment under the Broker Incentive Programme.

3.6 The Clearing House maintains the exclusive right to determine its clearing fees as published on its Website from time to time.

4 Limitation of Liability

4.1 The Clearing House shall have no liability to any Eligible Participant other than for payment of any amounts to which the Eligible Participant is properly entitled under the Broker Incentive Programme.

5 Amendment and Termination

5.1 The Clearing House reserves the right to amend (bilaterally or otherwise) the terms of the Broker Incentive Programme with immediate effect by publishing on its Website a notice of amendment or by writing to any or all Eligible Participants.

5.2 The Clearing House reserves the right to terminate (bilaterally or otherwise) the Broker Incentive Programme with immediate effect by publishing on its Website a notice of termination or by writing to any or all Eligible Participants.
Further Information

6.1 If you need any assistance with registration for ClearPort, please call CME ClearPort Market Operations toll-free at +1 800 438 8616 or +1 212 299 2670, or contact them via e-mail at ClearPort@cmeigroup.com.