



Special Executive Report

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February 22, 2011

CME Group Announces the Launch of Nine (9) E-mini S&P Select Sector Stock Index Futures on Sunday, March 13, 2011

<u>Stock Index Futures</u>	<u>Ticker</u>
1. E-mini Consumer Discretionary Select Sector Futures:	XAY
2. E-mini Consumer Staples Select Sector Futures:	XAP
3. E-mini Energy Select Sector Futures:	XAE
4. E-mini Financial Select Sector Futures:	XAF
5. E-mini Health Care Select Sector Futures:	XAV
6. E-mini Industrial Select Sector Futures:	XAI
7. E-mini Materials Select Sector Futures:	XAB
8. E-mini Technology Select Sector Futures:	XAK
9. E-mini Utilities Select Sector Futures:	XAU

CME Group announces that E-mini S&P Select Sector Stock Index Futures on nine S&P Select Sector Indexes will begin trading at 5:00 p.m. on Sunday, March 13, 2011.

The Exchange intends to offer nine (9) E-mini S&P Select Sector Stock Index futures contracts exclusively on the CME Globex[®] electronic trading platform between the hours of 5:00 p.m. and 3:15 p.m., and 3:30 p.m. to 4:30 p.m. Monday through Friday. Block trading is also available for these products. The March 2011 and June 2011 contracts will be the first two cycle months listed for trading.

This update includes a review of the salient contract terms and conditions; and, the Rules which govern trade of such futures. These products are listed by and subject to the rules of CME.

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1. Description of Individual Contract Terms

E-mini S&P Select Sector Index futures are intended to provide a transparent, liquid, and facile means of acquiring protection against equity market exposure associated with a subset of the S&P 500 Stock Price Index. As such, CME intends to extend the benefits of exchange-traded stock index futures to the nine designated sectors of the S&P 500

Contract Size - The notional value of the E-mini S&P Select Sector Index futures contracts is equal to \$100 multiplied by the respective S&P Select Sector index, except for the E-mini Financial Select Sector futures contract which has a notional value equal to \$250 multiplied by the S&P Financial Select Sector index. If an S&P Select Sector Index = 400.00, the corresponding futures contract has a notional value of \$40,000 ($= \100×400), except for the E-mini Financial Select Sector futures contract. If the S&P Financial Select Sector index = \$160, then the E-mini Financial Select Sector futures contract has a notional value of \$40,000 ($= \250×160). These contract values are comparable to the values associated with many other equity index futures contracts.

Tick Size - The tick size of an E-mini S&P Select Sector futures contract is equal to 0.10 Index points or \$10.00 ($= 0.10 \times \100), except for the E-mini Financial Select Sector futures contract. The E-mini Financial Select Sector futures contract has a tick size equal to 0.05 Index points or \$12.50 ($= 0.05 \times \250). These tick sizes are comparable to the tick sizes of other equity index futures contracts.

Final Settlement Date - The Final Settlement Date for the E-mini S&P Select Sector Index futures contracts is the third Friday of the quarterly cycle month, *i.e.*, the third Friday of March, June, September and December.

Final Settlement Price – E-mini Select Sector Index futures contracts call for a final cash settlement which is equal to \$100 multiplied by the Special Opening Quotation (“SOQ”) of the respective S&P Select Sector Index, except for the W-mini Financial Select Sector futures contract which has a final cash settlement equal to \$250 multiplied by the SOQ of the S&P Financial Select Sector Index. The SOQ is quoted to the hundredth ($1/100^{\text{th}}$) decimal place, *e.g.*, 1,000.01. Accordingly, CME will effect settlement of the S&P Select Sector Index futures contracts to 0.01 index points (\$1.00 per 0.01 index points), except for the E-mini Financial Select Sector Index futures ($= 2.50$ per 0.01 index points). *E.g.*, if the Index closes at 400.01 on the Final Settlement Date, then the Final Settlement Value for the futures contract is equal to \$40,001.00 ($= 400.01 \times \100). If the S&P Financial Select Sector Index closes at 160.01 on the Final Settlement Date, then the Final Settlement Value for the E-mini Financial Select Sector futures contract is equal to \$40,002.50 ($= 160.01 \times \250).

Position Limits - The Position Limit for S&P Select Sector Index futures contracts shall be 12,500 contracts, net long or net short, in all months combined.

Block Trading – Block trading is allowed in the context of these products with minimum order size of 50 contracts.

E-mini S&P Select Sector™ Stock Index Futures Specifications

Contract Value	\$100 x S&P Select Sector Stock Index price Except for S&P Financial Select Sector Index, which is \$250 x S&P Financial Select Sector Index price	
Tick Size	Outrights: 0.10 Index Points=\$10.00 Except for S&P Financial Select Sector Index, which is 0.05 Index Points=\$12.50	
Listing Cycle	Two (2) months in March Quarterly Cycle, <i>i.e.</i> , March, June September & December	
Hours of Trade	Offered on CME Globex® electronic trading platform on Mondays- Thursdays from 5:00 pm-3:15 pm & 3:30 pm-4:30 p.m.; Sundays from 5:00 pm-3:15 pm (CT)	
Termination of Trading	8:30 am (CT) on third Friday of contract month	
Final Settlement	Cash Settlement based on the Special Opening Quotation (SOQ) of the Stock Index	
Final Settlement Date	Third (3 rd) Friday of contract month with contingencies if Underlying Reference Value should not be published on that day	
Limits	Trading halts that coincide with the Price Limits of the E-mini S&P 500 Index futures contract	
E-mini S&P Select Sector Stock Index Futures Ticker	<ol style="list-style-type: none"> 1. E-mini Consumer Discretionary Index Futures: 2. E-mini Consumer Staples Index Futures: 3. E-mini Energy Index Futures: 4. E-mini Financial Index Futures: 5. E-mini Health Care Index Futures: 6. E-mini Industrial Index Futures: 7. E-mini Materials Index Futures: 8. E-mini Technology Index Futures: 9. E-mini Utilities Index Futures: 	<p>XAY</p> <p>XAP</p> <p>XAE</p> <p>XAF</p> <p>XAV</p> <p>XAI</p> <p>XAB</p> <p>XAK</p> <p>XAU</p>

2 . Rules Governing E-mini S&P Select Sector™ Stock Index Futures

Chapter 369 E-mini S&P Select Sector™ Stock Index Futures

36900. SCOPE OF CHAPTER

This chapter is limited in application to futures trading in the Standard & Poor's Select Sector Stock Indices (the "Index" or "S&P Select Sector Stock Index"). The procedures for trading, clearing, settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

36901. COMMODITY SPECIFICATIONS

Each E-mini S&P Select Sector Stock Index futures contract shall be constructed per the specifications included in the table below.

	E-mini S&P Select Sector Stock Index Futures Contract	Trading Unit (Contract Multiplier) & Currency	Minimum Price Increment or Tick Size	Position Limit
1	E-mini Consumer Discretionary Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
2	E-mini Consumer Staples Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
3	E-mini Energy Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
4	E-mini Financial Select Sector Futures	\$250.00 (USD)	0.05 Index Points (\$12.50)	12,500 contracts
5	E-mini Health Care Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
6	E-mini Industrial Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
7	E-mini Materials Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
8	E-mini Technology Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts
9	E-mini Utilities Select Sector Futures	\$100.00 (USD)	0.10 Index Points (\$10.00)	12,500 contracts

36902. FUTURES CALL

36902.A. Trading Schedule

Futures contracts shall be scheduled for trading during such hours and for delivery in such months as may be determined by the Board of Directors.

36902.B. Trading Unit

The unit of trading for the respective E-mini S&P Select Sector Stock Index futures contract shall be as designated in Rule 36901., COMMODITY SPECIFICATIONS.

36902.C. Price Increments

Bids and offers shall be quoted in terms of the respective E-mini S&P Select Sector Stock Index. The minimum fluctuation of the futures contract shall be as designated in Rule 36901 COMMODITY SPECIFICATIONS.

36902.D. Position Limits

A person shall not own or control more than the designated quantity of E-mini S&P Select Sector Stock Index futures contracts net long or net short in all contract months combined, for each E-mini S&P Select Sector Stock Index futures contract as designated in Rule 36901 COMMODITY SPECIFICATIONS.

36902.E. Accumulation of Positions

For purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or underlying, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated for each E-mini S&P Select Sector Stock Index futures contract as designated in Rule 36901 COMMODITY SPECIFICATIONS.

36902.F. Exemptions

The foregoing position limits shall not apply to bona fide hedge positions meeting the requirements of Regulation 1.3(z)(1) of the CFTC and the rules of the Exchange, and shall not apply to arbitrage positions and inter-commodity spread positions subject to Rule 543.

36902.G. Termination of Trading

Futures trading shall terminate at the regularly scheduled start of trading at the NYSE on the day scheduled for the determination of the Final Settlement Price.

36902.H. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract. If any U.S. governmental agency or body issues an order, ruling, directive or law that conflicts with the requirements of these rules, such order, ruling, directive, or law shall be construed to take precedence and become part of these rules, and all open and new contracts shall be subject to such government orders.

36902.I. Price Limits, Trading Halts and/or Trading Hours

Daily trading halts or suspension of trading activity of E-mini S&P Select Sector Stock Index futures contracts shall be coordinated with trading halts of the underlying stocks listed for trading in the securities markets and with "Price Limit Incidents" in the E-mini Standard and Poor's 500 Stock Price Index futures.

If there is a NYSE Rule 80B trading halt declared in the primary securities market, trading in E-mini S&P Select Sector Stock Index futures shall be halted. Once trading in the primary securities market resumes after an NYSE Rule 80B trading halt, trading in E-mini S&P Select Sector Stock Index futures shall resume.

An E-mini Standard and Poor's 500 Stock Price Index futures "Price Limit Incident" is defined as the E-mini Standard and Poor's 500 Stock Price Index futures contract touching a relevant price limit and being constrained by that price limit, a trading termination related to a price limit, or a trading halt per CME Rule 35802.I. Trading in E-mini S&P Select Sector Stock Index futures shall be halted for the duration of any

“Price Limit Incident”. Trading in E-mini S&P Select Sector Stock Index futures shall resume when such “Price Limit Incident” is concluded.

Opening Time: If either a trading halt was in effect or the primary futures contract was locked at a limit at the close of trading, then the opening time of trading on GLOBEX® shall be delayed until 6:00 p.m.

During Electronic Trading Hours (ETH), there shall be no trading of E-mini S&P Select Sector Stock Index futures at a price more than the 5.0% Price Limit above or below the Reference RTH Price. If the market is limit bid or limit offered fifteen (15) minutes prior to the opening of the RTH, and remains limit bid or limit offered five (5) minutes prior to the opening of the RTH, there shall be a trading halt in effect until the commencement of Regular Trading hours (RTH). During the trading halt, the Exchange shall provide an indicative opening price for the re-opening of trading on GLOBEX, if applicable, pursuant to Rule 573. Once RTH commences, the next applicable trading limit shall be in effect.

36903. SETTLEMENT PROCEDURES

Delivery under the E-mini S&P Select Sector Stock Index Futures contract shall be by cash settlement.

36903.A. Final Settlement Price

The Final Settlement Price shall be a special quotation of the S&P Select Sector Stock Index based on the opening prices of the component stocks in the index, determined on the third Friday of the contract month.

If the S&P Select Sector Stock Index is not scheduled to be published on the third Friday of the contract month, the Final Settlement Price shall be determined on the first earlier day for which the Index is scheduled to be published.

If the primary market for a component stock in the index does not open on the day scheduled for determination of the Final Settlement Price, then the price of that stock shall be determined, for the purposes of calculating the Final Settlement Price, based on the opening price of that stock on the next day that its primary market is open for trading.

If a component stock in the index does not trade on the day scheduled for determination of the Final Settlement Price while the primary market for that stock is open for trading, the price of that stock shall be determined, for the purposes of calculating the Final Settlement Price, based on the last sale price of that stock. However, if the President of the Exchange or his delegate determines that there is a reasonable likelihood that trading in the stock shall occur shortly, the President or his delegate may instruct that the price of stock shall be based, for the purposes of calculating the Final Settlement Price, on the opening price of the stock on the next day that it is traded on its primary market. Factors to be considered in determining whether trading in the stock is likely to occur shortly shall include the nature of the event and recent liquidity levels in the affected stock.

36903.B. Final Settlement

Clearing members holding open positions in an E-mini S&P Select Sector Stock Index futures contract at the time of termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final

settlement price.

36904. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

(Refer to Rule 701. – ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES)

(End Chapter 369)

36905. FAILURE TO PERFORM

If a clearing member fails to perform all acts required by this chapter, then that clearing member shall be deemed as failing to perform, which may be punishable as a major violation. The Board shall determine and assess losses sustained, taking into account the settlement price, interest earnings foregone, and such other factors as it deems appropriate. The Board may also assess such penalties as it deems appropriate in addition to damages.

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 369**

Standard & Poor's, a division of the McGraw–Hill Companies, Inc. ("S&P"), licenses the Exchange to use various S&P stock indices ("S&P Stock Indices") in connection with the trading of futures contracts and options on futures contracts based upon such indices. S&P shall have no liability for damages, claims, losses or expenses caused by any errors or delays in calculating or disseminating the S&P Stock Indices.

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(End Chapter 369)

3. Other Rule Amendments Associated with E-mini S&P Select Sector Stock Index Futures

The following amendments to Exchange Rules are necessitated by the introduction of E-mini S&P Select Sector Stock Index Futures.
 Additions are underlined, deletions are bracketed and overstruck.

CHAPTER 5 INTERPRETATIONS AND SPECIAL NOTICES RELATED TO CHAPTER 5 Position Limits and Reportable Levels for Custom Index Futures

CONTRACT NAME	OPTIONS	FIRST SCALE-DOWN SPOT MONTH	SECOND SCALE-DOWN SPOT MONTH	SPOT MONTH	SINGLE MONTH	ALL MONTHS COMBINED	POSITION ACCOUNT-ABILITY	REPORT ABLE FUT LEVEL	REPORT ABLE OPT LEVEL
<u>E-mini Consumer Discretionary Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Consumer Staples Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Energy Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Financial Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Health Care Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Industrial Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Materials Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Technology Select Sector</u>						<u>12,500</u>		<u>25</u>	
<u>E-mini Utilities Select Sector</u>						<u>12,500</u>		<u>25</u>	

588.K. GLOBEX No Bust Ranges

Previous rules are unchanged.

Select Sector Futures Contract

E-mini Consumer Discretionary
E-mini Consumer Staples
E-mini Energy
E-mini Financial
E-mini Health Care
E-mini Industrial
E-mini Materials
E-mini Technology
E-mini Utilities

No Bust Range

3.00 index points or less
3.00 index points or less
3.00 index points or less
3.00 index points or less
3.00 index points or less
3.00 index points or less
3.00 index points or less
3.00 index points or less
3.00 index points or less

Remaining rules are unchanged.