

**CME Announces Launch of 10-Year Sovereign Yield Spread Futures**

On **Monday, 23 May 2011**, CME (“Exchange”) will introduce twelve 10-Year Sovereign Yield Spread futures. These contracts will be listed solely for electronic trading on CME Globex (Sun-Fri, 5:00 pm - 4:00 pm, Chicago time), and will commence trading Sunday, 22 May 2011, for trade date Monday, 23 May 2011. Exhibit 1 summarizes contract features.

**Exhibit 1 -- Sovereign Yield Spread Futures: Contract Design Features**

<b>Price Quote</b>	Price Basis: Modified IMM Index = 100 + Yield Spread.  Yield Spread = Sold Nation yield minus Bought Nation yield.
<b>Contract Size</b>	0.01 price points = 1 bp = 100 Currency Units
<b>Min Price Increment</b>	0.0025 price points = ¼ bp = 25 Currency Units
<b>Delivery Months</b>	Nearest 4 months in March Quarterly cycle
<b>Last Trading Day</b>	3 <sup>rd</sup> London-NY-TARGET business day before 10 <sup>th</sup> day of Delivery Month. Trading in expiring contracts ceases at 3:02 pm London time on Last Trading Day.
<b>Final Settlement</b>	Delivery by cash settlement, by mark-to-market to Final Settlement Price.  For any given Sold Nation and Bought Nation pair, Final Settlement Price = Price Basis evaluated at Final Settlement Yield Spread.
<b>Trading Venue/Hours</b>	Globex, 5pm – 4pm Chicago time, Sun– Fri
<b>Trade Match Algorithm</b>	First-In-First-Out (F)
<b>Block Trade Minimum</b>	250 contracts
<b>Position Accountability Threshold</b>	3,500 contracts
<b>Reportable Position Threshold</b>	25 contracts

Price Basis, Price Quoting, and Contract Size

The underlying notional reference for each Sovereign Yield Spread futures contract is a duration-weighted and currency-weighted sovereign bond spread, comprising (i) a notional long position in Reference Bonds issued by “Bought” Nation and (ii) a notional short position in Reference Bonds issued by “Sold” Nation. Contract terms and conditions formally define the identities of Bought Nation and Sold Nation and the standards for determination of contract-grade Reference Bonds. Exhibit 2 displays Bought Nation and Sold Nation pairs for each of the twelve 10-Year Sovereign Yield Spread futures contracts that the Exchange intends to list for trading on 23 May 2011.

**Exhibit 2 -- 10-Year Sovereign Yield Spread Futures:  
Bought Nation and Sold Nation Pairs, and Contract Currency Units**

<i>Sold Nation:</i>	UK	De	Fr	It	Nd
<i>Bought Nation:</i>					
US	£	€	€	€	€
UK		£	£	£	£
De			€	€	€

Notional Bought Nation and notional Sold Nation bond positions are “duration-weighted” and “currency-weighted” in the sense that the contract design enforces their equivalence, in terms of both notional price sensitivity to interest rate movements and profit/loss sensitivity to fluctuations in the pertinent rate of currency exchange.

For each Sovereign Yield Spread futures contract, price is quoted in price points as:

$$100 + \text{Yield Spread}$$

Yield Spread is approximately the difference in Sold Nation yield minus Bought Nation yield that is expected to prevail at contract expiration. Each contract price point signifies one percent (or 100 basis points) per annum of Yield Spread.

The notional size of each Sovereign Yield Spread futures contract is defined in terms of the pecuniary value of one basis point of the contract reference Yield Spread. One basis point (or 0.01 contract price points) equals 100 Currency Units. Contract terms and conditions define the Currency Unit to be either Euro (€) or UK Pound Sterling (£), depending on the identities of the contract’s Bought Nation and Sold Nation, as Exhibit 2 summarizes.

Contract prices are quoted and made in minimum increments of 0.0025 contract price points, ie, ¼ of one basis point of contract reference Yield Spread exposure, equal to 25 Currency Units.

*Example 1 – De-Fr 10-Year Sovereign Yield Spread Futures*

...are defined so that Germany is always Bought Nation, France is always Sold Nation, euro is always the contract Currency Unit, and 0.01 contract price points is worth €100. In effect a contract buyer holds notional long exposure to the De-Fr yield spread, ie, French yield minus German yield, while a contract seller holds corresponding notional short exposure. Suppose the prevailing view among market participants is that French

Reference Bond yields will exceed German Reference Bond yields by 0.1325 percent (or 13.25 basis points) per annum at contract expiration. Contract price would be expected to trade in the realm of:

$$100 \text{ plus Fr yield minus De yield} = 100 + 0.1325 = 100.1325$$

If the contract reference yield spread widens, such that the French yield is expected to be 25.5 basis points above the German yield, the contract price should rise to:

$$100 \text{ plus Fr yield minus De yield} = 100 + 0.255 = 100.2550$$

If these are assumed to represent successive futures daily settlement prices, then the ensuing mark-to-market would be such that a long position holder would collect, and a short position holder would pay, variation margin of €1,225 per contract (equal to 12.25 basis points at €100 per basis point).

*Example 2 -- UK-De 10-Year Sovereign Yield Spread Futures*

...define UK as Bought Nation, Germany as Sold Nation, UK pound as Currency Unit, with 0.01 contract price points worth £100. If the consensus view among market practitioners is that German Reference Bond yields will trade below UK Reference Bond yields by 6.33 percent per annum at contract expiry, then contract price would be expected to trade around:

$$100 \text{ plus Germany yield minus UK yield} = 100 + (-6.33) = 93.6700$$

If the yield spread foreseen at termination of contract trading then moves such that expected German Reference Bond yield levels drop -5.5 basis points relative to expected UK Reference Bond yield levels, contract price should fall to:

$$100 \text{ plus Germany yield minus UK yield} = 100 + (-6.385) = 93.6150$$

If, as before, these signify successive futures daily settlement prices, then a long position holder would pay, and a short position holder would collect, variation margin of £550 per contract, equal to -5.5 basis points at £100 per basis point.

Delivery Calendar

Sovereign Yield Spread futures will be listed for delivery in March Quarterly months. For any given delivery month, Last Trading Day will be the third EU/London/New York business day preceding that month's 10<sup>th</sup> day. Trading in an expiring contract will cease at 3:02pm GMT (generally 9:02am Chicago time) on Last Trading Day.

Contract terms and conditions establish that Sovereign Yield Spread futures shall be scheduled for trading during such hours, and for delivery in such months, as the Exchange may determine at its discretion. At their introduction on 23 May 2010, the Exchange intends to list contracts for delivery in September 2011, December 2011, March 2012, and June 2012.

As an administrative matter, the Exchange would decline to list for trade any Sovereign Yield Spread futures contract, for a given delivery month, for which there is no extant contract-grade Reference Bond for either the Bought Nation or the Sold Nation within the contract Trading Unit.

Final Settlement

Sovereign Yield Spread futures effect delivery by cash settlement, by mark to market to Final Settlement Price. For each expiring Sovereign Yield Spread futures contract, Final Settlement Price is determined by the Exchange as:

100  
plus the Median of Sold Nation Reference Bond yields  
minus the Median of Bought Nation Reference Bond yields

For each sovereignty entailed in the contract notional reference, either as Bought Nation or as Sold Nation, the representative yield is the median value among yields to maturity on each of that sovereignty's Reference Bonds at the contract's termination of trading. For any 10-Year Sovereign Yield Spread futures contract, Reference Bonds are defined to be standard fixed principal/fixed coupon securities, as follows --

<b>De</b>	Bunds
<b>Fr</b>	OATs
<b>It</b>	BTPs
<b>Nd</b>	DSLs
<b>UK</b>	Conventional Gilts
<b>US</b>	Fixed principal notes, semiannual coupons, term to maturity at issue = 10 years

To qualify as a Reference Bond, a security must have outstanding issue size of at least \$2 bln in the case US Treasury notes, £2 bln in the case of UK gilts, and €2 bln in the case of securities issued by any Eurozone government, and must have remaining term to maturity between 8 years 1 month and 10 years from the contract delivery month

For example, Reference Bonds for a hypothetical September 2011 delivery would be required to mature between 1 October 2019 and 30 September 2021, inclusive. Exhibit 3 identifies such Reference Bonds as of 13 May 2011

The Role of the Approved Price Data Provider

As required by contract terms and conditions, the Exchange shall designate an approved price data provider. (See CME Rules 50203.A.4. in Attachment 1.)

On the Last Day of Trading in an expiring Sovereign Yield Spread futures contract for a given delivery month, the Exchange shall obtain from the approved price data provider a price evaluation, for standard spot settlement, for each Reference Bond. Such price evaluation shall be made by the approved price data provider on the basis of trading activity in EU, UK, and US government bond markets between 3:00pm and 3:02pm London time, and shall serve as the basis for establishing the yield to maturity for such Reference Bond.

On 26 April 2011, the Exchange entered into a multi-year agreement with Interactive Data (Europe) Ltd to perform the role of approved price data provider.

Position Reporting and Accountability

Each Sovereign Yield Spread futures contract is subject to position accountability for any position of 3,500 contracts or greater, and is subject to reporting for any position of 25 contracts or greater.

**Exhibit -- 3Sep 2011 10-Year Sovereign Yield Spread Futures:  
Reference Bonds as of 13 May 2011**

ISIN/CUSIP	Coupon	Maturity	Outstanding (Blns)
<b>Deutschland -- Bunds</b>			<b>EUR</b>
DE0001135390	3 1/4	4-Jan-20	22.000
DE0001135408	3	4-Jul-20	22.000
DE0001135416	2 1/4	4-Sep-20	16.000
DE0001135424	2 1/2	4-Jan-21	19.000
DE0001135440	3 1/4	4-Jul-21	6.000
<b>France -- OATs</b>			<b>EUR</b>
FR0010776161	3 3/4	25-Oct-19	21.666
FR0000570921	8 1/2	25-Oct-19	8.844
FR0010854182	3 1/2	25-Apr-20	27.318
FR0010949651	2 1/2	25-Oct-20	21.234
FR0010192997	3 3/4	25-Apr-21	31.402
<b>Italia -- BTPs</b>			<b>EUR</b>
IT0003644769	4 1/2	1-Feb-20	21.091
IT0004536949	4 1/4	1-Mar-20	22.783
IT0004594930	4	1-Sep-20	21.912
IT0004634132	3 3/4	1-Mar-21	22.998
IT0004009673	3 3/4	1-Aug-21	26.628
IT0004695075	4 3/4	1-Sep-21	13.103
<b>Nederland -- DSLs</b>			<b>EUR</b>
NL0009348242	3 1/2	15-Jul-20	15.070
NL0009712470	3 1/4	15-Jul-21	9.008
<b>UK -- Gilts and Treasury Stock</b>			<b>GBP</b>
GB00B058DQ55	4 3/4	7-Mar-20	31.393
GB00B582JV65	3 3/4	7-Sep-20	23.167
GB0009997999	8	7-Jun-21	22.686
GB00B4RMG977	3 3/4	7-Sep-21	6.557
GB00B3KJDQ49	4	7-Mar-22	24.484
<b>USA -- 10-Year Notes</b>			<b>USD</b>
912828LY4	3 3/8	15-Nov-19	71.037
912828MP2	3 5/8	15-Feb-20	71.595
912828ND8	3 1/2	15-May-20	68.219
912828NT3	2 5/8	15-Aug-20	67.850
912828PC8	2 5/8	15-Nov-20	67.410
912828PX2	3 5/8	15-Feb-21	45.551
912828QN3	3 1/8	15-May-21	24.000

Attachment 1 gives contract terms and conditions for 10-Year Sovereign Yield Spread futures. Attachment 2 displays amendments to CME Rulebook Chapter 5 in regard to position accountability and reportable position thresholds. Please refer questions about this notice to:

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**Attachment 1**

**CME Chapter 502  
10-Year Sovereign Yield Spread Futures**

**50200. SCOPE OF CHAPTER**

This chapter is limited in application to trading in 10-Year Sovereign Yield Spread futures. Procedures for trading, clearing, delivery, settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

**50201. COMMODITY SPECIFICATIONS**

Each futures contract shall be for the difference, as of the termination of trading in such contract (Rules 50202.G.), between the yield to maturity on Reference Bonds issued by one sovereignty and the yield to maturity on Reference Bonds issued by a second sovereignty (Rules 50203.A.).

**50202. FUTURES CALL**

**50202.A. Trading Schedule**

Contracts shall be scheduled for trading during such hours, and for delivery in such months, as may be determined by the Exchange.

**50202.B. Trading Unit**

For any contract for a given delivery month, the Trading Unit shall be the differential between the yield to maturity (Rule 50203.A.4.) on a notional sold position in Reference Bonds (Rule 50203.A.2.) issued by one sovereignty ("Sold Nation") and the yield to maturity on a notional bought position in Reference Bonds issued by a second sovereignty ("Bought Nation").

**50202.B.1. US-UK**

For US-UK 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United States of America (hereafter, "United States") is identified as Bought Nation, and the United Kingdom is identified as Sold Nation.

**50202.B.2. US-Germany**

For US-Germany 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United States is identified as Bought Nation, and Germany is identified as Sold Nation.

**50202.B.3. US-France**

For US-France 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United States is identified as Bought Nation, and France is identified as Sold Nation.

**50202.B.4. US-Italy**

For US-Italy 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United States is identified as Bought Nation, and Italy is identified as Sold Nation.

**50202.B.5. US-Netherlands**

For US-Netherlands 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United States is identified as Bought Nation, and the Netherlands is identified as Sold Nation.

**50202.B.6. UK-Germany**

For UK-Germany 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United Kingdom is identified as Bought Nation, and Germany is identified as Sold Nation.

**50202.B.7. UK-France**

For UK-France 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United Kingdom is identified as Bought Nation, and France is identified as Sold Nation.

**50202.B.8. UK-Italy**

For UK-Italy 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United Kingdom is identified as Bought Nation, and Italy is identified as Sold Nation.

**50202.B.9. UK-Netherlands**

For UK-Netherlands 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that the United Kingdom is identified as Bought Nation, and the Netherlands is identified as Sold Nation.

**50202.B.10. Germany-France**

For Germany-France 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that Germany is identified as Bought Nation, and France is identified as Sold Nation.

**50202.B.11. Germany-Italy**

For Germany-Italy 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that Germany is identified as Bought Nation, and Italy is identified as Sold Nation.

**50202.B.12. Germany-Netherlands**

For Germany-Netherlands 10-Year Sovereign Yield Spread Futures, the Trading Unit shall be such that Germany is identified as Bought Nation, and the Netherlands is identified as Sold Nation.

**50202.C. Price Basis**

Price shall be quoted in points, on the basis of 100 plus the yield to maturity on Sold Nation Reference Bonds minus the yield to maturity on Bought Nation Reference Bonds (Rules 50202.B. and 50203.A.).

For a contract of a given Trading Unit (Rules 50202.B.), each contract price point (1.000) shall be 100 basis points per annum of the spread between the Sold Nation Reference Bond Yield (Rule 50203.A.4.) and the Bought Nation Reference Bond Yield, and shall be equal to 10,000 Currency Units per contract, subject to Rule 50202.C.2.

*Example 1:* For a yield to maturity on Sold Nation Reference Bonds equal to 6.33 percent per annum and a yield to maturity on Bought Nation Reference Bonds equal 2.55 percent per annum, contract price would be quoted as 103.7800, equal to 100 plus 6.33 minus 2.55.

*Example 2:* For a yield to maturity on Sold Nation Reference Bonds equal to 6.33 percent per annum and a yield to maturity on Bought Nation Reference Bonds equal 12.55 percent per annum, contract price would be quoted as 93.7800, equal to 100 plus 6.33 minus 12.55.

**50202.C.1. Minimum Price Fluctuation**

The minimum price fluctuation shall be one-quarter of one-hundredth of one contract price point (0.0025 price points), and shall be equal to 25 Currency Units (Rule 50202.C.2.).

For each 0.0025 point increase in price, the Clearing House shall credit 25 Currency Units per contract to those clearing members holding open long positions and debit 25 Currency Units per contract from those clearing members holding open short positions.

For each 0.0025 point decline in price, the Clearing House shall debit 25 Currency Units per contract from those clearing members holding open long positions and credit 25 Currency Units per contract to those clearing members holding open short positions.

**50202.C.2 Currency Unit**

The Currency Unit shall be one Euro for any contract for which the Trading Unit is listed in Table 50202.C.2.a.

Table 50202.C.2.a.  
Contract Trading Units for Which Currency Unit = 1 Euro (EUR)

Trading Unit Rule	Bought Nation	Sold Nation
50202.B.2	United States	Germany
50202.B.3	United States	France
50202.B.4	United States	Italy
50202.B.5	United States	Netherlands
50202.B.10	Germany	France
50202.B.11	Germany	Italy
50202.B.12	Germany	Netherlands

The Currency Unit shall be one UK Pound Sterling for any contract for which the Trading Unit is listed in Table 50202.C.2.b.

Table 50202.C.2.b.  
Contract Trading Units for Which Currency Unit = 1 UK Pound Sterling (GBP)

Trading Unit Rule	Bought Nation	Sold Nation
50202.B.1	United States	United Kingdom
50202.B.6	United Kingdom	Germany
50202.B.7	United Kingdom	France
50202.B.8	United Kingdom	Italy
50202.B.9	United Kingdom	Netherlands

**50202.D. Position Accountability**

Position accountability, as defined in Rule 560., will apply to trading of 10-Year Sovereign Yield Spread futures.

**50202.E. Accumulation of Positions**

For the purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons shall be cumulated, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding shall be cumulated, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest shall be cumulated.

**50202.F. [Reserved]**

**50202.G. Termination of Trading**

The Last Day of Trading in an expiring contract for a given delivery month shall be the third business day preceding the tenth day of such delivery month, subject to Rule 50202.G.1.

Trading in an expiring contract shall terminate at 3:02 pm London time on the Last Day of Trading.

**50202.G.1. Business Day**

For the purposes of this chapter, “business day” shall mean any Exchange business day that is not a New York bank holiday, and that is not a London bank holiday, and that is not a European bank holiday as acknowledged by the Trans-European Automated Real-time Gross settlement Express Transfer (“TARGET”) system.

**50202.H. Contract Modifications**

Contract specifications shall be fixed as of the first day of trading in any such contract, except that all deliveries on such contract must conform to government regulations in force at the time of delivery. If any U.S. government agency or body issues an order, ruling, directive, or law that conflicts with the requirements of these rules, then such order, ruling, directive, or law shall be construed to take precedence and shall become part of these rules, and all open and new contracts shall be subject to such government orders.

**50203. SETTLEMENT PROCEDURES**

Delivery shall be made by cash settlement, subject to Rule 50203.B.

**50203.A. Final Settlement Price**

For an expiring futures contract for a given delivery month, and for the two sovereignties that are identified, respectively, as Bought Nation and Sold Nation in such expiring contract’s Trading Unit (Rules 50202.B.), Final Settlement Price shall be determined as follows:

Final Settlement Price =  
100  
plus Sold Nation Reference Bond Yield  
minus Bought Nation Reference Bond Yield.

For the purposes of this rule, Reference Bond(s) shall be as defined in Rule 50203.A.1. and Reference Bond Yield shall be as defined in Rule 50203.A.4.

For a contract of a given Trading Unit (Rules 50202.B.), the Final Settlement Price shall be rounded to the nearest 0.0001 contract price points (1/100<sup>th</sup> of one basis point per annum of such contract Trading Unit), and shall be rounded up in the case of a tie.

**50203.A.1. Reference Bonds**

For an expiring futures contract for a given delivery month, and for a given sovereignty that may be identified as either Bought Nation or Sold Nation in such expiring contract's Trading Unit (Rules 50202.B.), all Reference Bonds that enter into determination of such contract's Final Settlement Price shall be bonds issued by such sovereignty that meet standards set forth in Rules 50203.A.2.and Rule 50203.A.3.

New issues of bonds by such sovereignty that satisfy these standards shall be added to the Reference Bonds for such sovereignty as they are issued. Notwithstanding the foregoing, the Exchange shall have the right to exclude any such new issue from the Contract Grade (Rules 50203.A.2.).

**50203.A.2. Contract Grade**

**50203.A.2.a. United States**

A Reference Bond must be a US Treasury fixed-principal note which makes fixed semi-annual coupon payments, and which has original term to maturity (i.e., term to maturity at issue) of 10 years, and which has an outstanding amount no less than \$2 billion as of the first day of the expiring futures contract's delivery month.

**50203.A.2.b. United Kingdom**

A Reference Bond must be a conventional gilt, issued by the UK Debt Management Office, which makes fixed coupon payments, and which has an outstanding amount no less than £2 billion as of the first day of the expiring futures contract's delivery month.

**50203.A.2.c. Germany**

A Reference Bond must be a Bundesanleihe ("Bund"), issued by Bundesrepublik Deutschland Finanzagentur, which makes fixed coupon payments, and which has an outstanding amount no less than €2 billion as of the first day of the expiring futures contract's delivery month.

**50203.A.2.d. France**

A Reference Bond must be an obligation assimilable du Trésor ("OAT"), issued by Agence France Trésor, which makes fixed coupon payments, and which has an outstanding amount no less than €2 billion as of the first day of the expiring futures contract's delivery month.

**50203.A.2.e. Italy**

A Reference Bond must be a buono del Tesoro poliennale ("BTP"), issued by Dipartimento del Tesoro, which makes fixed coupon payments, and which has an outstanding amount no less than €2 billion as of the first day of the expiring futures contract's delivery month.

**50203.A.2.f. Netherlands**

A Reference Bond must be a Dutch State Loans ("DSL"), issued by the Dutch State Treasury Agency, which makes fixed coupon payments, and which has an outstanding amount no less than €2 billion as of the first day of the expiring futures contract's delivery month.

**50203.A.3. Term to Maturity**

For any expiring contract for a given delivery month, Reference Bonds must have remaining term to maturity no less than 8 years 1 month from the first day of the delivery month, and no more than 10 years from the last day of the delivery month.

*Example:* For a contract for delivery in December 2015, all Reference Bonds entailed in the contract Trading Unit must mature on dates between 1 January 2024 and 31 December 2025, inclusive.

**50203.A.4. Reference Bond Yield**

For an expiring contract for a given delivery month, and for a given sovereignty that may be identified as either Bought Nation or Sold Nation in such contract's Trading Unit (Rules 50202.B.), the Reference Bond Yield that enters into determination of such contract's Final Settlement Price shall be the median (Rule 50203.A.4.b.) of yields to maturity on all Reference Bonds (Rule 50203.A.4.a.) for such sovereignty for such expiring contract.

For any such Reference Bond, such yield to maturity shall be determined, subject to Rules 50203.A.4.a. and 50203.A.4.b., on the basis of a price evaluation that shall be furnished to the Exchange by the Exchange's approved price data provider. Such price evaluation shall be based upon that Reference Bond's market price between 3:00 p.m. and 3:02 p.m. London time on the last day of trading in such expiring futures (Rules 50202.G.).

If the Exchange's approved price data provider fails to report the price evaluation for any such Reference Bond on such expiring contract's last day of trading, then the contract Final Settlement Price shall be determined on the basis of Reference Bond Yields between 3:00 p.m. and 3:02 p.m. London time on the next following Business Day (Rule 50202.G.1.) for which the Exchange's approved price data provider reports all such Reference Bond price evaluations.

**50203.A.4.a. Yields to Maturity on Reference Bonds**

For any given Contract Grade sovereignty (Rules 50203.A.2.), yields to maturity on such sovereignty's Reference Bonds shall be computed in accordance with practices that are deemed by the Exchange to be prevalent in the market for such sovereignty's government bonds.

Each such yield to maturity shall be rounded to the nearest 0.00001 percent per annum, and shall be rounded up in the case of a tie.

*Examples:* A yield to maturity of 2.718282 percent per annum shall be rounded to 2.71828 percent. A yield to maturity of 3.141585 percent per annum shall be rounded up to 3.14159 percent.

Notwithstanding the foregoing, the Exchange shall have the right to determine the method, or methods, employed in computing such yields to maturity.

**50203.A.4.b. Median of Yields to Maturity on Reference Bonds**

For the Reference Bonds of a given Contract Grade sovereignty (Rules 50203.A.2.) that are entailed in a contract Trading Unit for a given delivery month, the median of yields to maturity on such Reference Bonds (Rule 50203.A.4.a.) shall be:

- (1) the 50<sup>th</sup> percentile among such Reference Bond yields to maturity, where there is an odd number of such Reference Bonds;
- (2) the midpoint of the two yields to maturity with percentile ranks that are, respectively, immediately above and immediately below the 50<sup>th</sup> percentile among such Reference Bond yields to maturity, where there is an even number of such Reference Bonds.

Such median value shall be rounded to the nearest 0.00001 percent per annum, and shall be rounded up in the case of a tie.

**50203.B. Final Settlement**

Clearing members holding open positions in expiring contracts at the termination of trading shall make payment to, or shall 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.

**50203.C.-I. [Reserved]**

**50204. [Reserved]**

**50205. [Reserved]**

**50206. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES**

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

Attachment 2

**CME Chapter 5**  
**POSITION LIMIT, POSITION ACCOUNTABILITY, AND REPORTABLE LEVEL TABLE**  
(Additions are underscored. Deletions are ~~struck through~~)

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 FUTURES LEVEL	REPORT-ABLE OPTIONS LEVEL
<b>CME Interest Rate</b>									
13 Week Treasury Bill	Y			15%		5,000 (A)		100	100
3 Month Eurodollar	Y						10,000 (B)	850	850
3 Month OIS	Y						10,000 (D)	25	50
3 Month Eurodollar – E-Mini							100,000 (C)	25	
Euroyen	Y					*5,000		25	25
MidCurve Eurodollar	Y						10,000 (B)		25
One Month Eurodollar	Y						5,000	100	100
<b><u>10-Year Sovereign Yield Spread</u></b>							<b><u>3.500</u></b>	<b><u>25</u></b>	

\*Net futures equivalents (NFE) long or short.

(A) No more than the specified number of contracts net long or net short in all contract months combined, except that in no event shall own or control more than the numbers of contracts that correspond to fifteen percent of the announced auction amount of the 91-day U.S. Treasury Bill auction to which the contract settles in the lead month on or after the day two days prior to the delivery day.

(B) Net Futures Equivalent Positions are combined across Eurodollar, Eurodollar E-mini, and Mid-Curve futures and options to determine Position Accountability.

(C) 100,000 net long or short but 10,000 net futures equivalents and is combined with ED, E-mini ED, and Midcurves.

(D) Net Futures Equivalent Positions are combined across OIS futures and options to determine Position Accountability.