

Special Executive Report

S-4570

May 4, 2007

This Special Executive Report contains the following:

Section	Description	Page
1	CME Canadian Cumulative Average Temperature (CAT) Monthly & Seasonal Strip Index Futures and Options Contracts are scheduled to launch on Monday, May 7, 2007	1
2	CME Canadian CAT Indexes Specifications and Rules	2-14
3	Initial CME Canadian CAT Indexes Futures and Options	14
4	CME Canadian CAT Indexes Options Strike Prices	15
5	Clearing & Globex® Fees	15
6	Reportable Position Levels	16
7	Performance Bonds	16
8	CME Globex Error Trade Policy	16
9	Selected Quote Vendors	16

1. CME CANADIAN CAT INDEXES FUTURES AND OPTIONS CONTRACTS ARE SCHEDULED TO LAUNCH ON MONDAY, MAY 7, 2007

CME Canadian CAT Indexes futures and options contracts are scheduled to launch on Monday, May 7, 2007. The following six (6) cities will be listed for trading:

Calgary International Airport (WMO 71877)
Edmonton International Airport (WMO 71123)
Montreal/Pierre Elliot Trudeau Airport (WMO 71627)
Toronto Pearson International Airport (WMO 71624)
Vancouver International Airport (WMO 71892)
Winnipeg International Airport (WMO 71852)

CME Canadian CAT Indexes futures will trade exclusively on the CME Globex electronic trading platform. Options on CME Canadian CAT Indexes futures will be pit traded.

2. CANADIAN CAT INDEXES SPECIFICATIONS AND RULES

CME Canadian CAT Monthly Index Futures

Contract Size:	C\$20 (Canadian Dollars) times the respective CME Canadian CAT Monthly Index
Quotation:	CME Canadian CAT Index Points
Minimum Price Increment:	1 CME Canadian CAT Index Point
Tick Value:	1 Point = C\$20 (Canadian Dollars)
Months Traded:	April, May, June, July, August, September, October (CAT)
Termination of Trading:	Trading shall terminate at 9:00 a.m. Chicago time on the first Exchange business day that is at least two calendar days after the futures contract month.
Settlement:	All futures contracts remaining open at the termination of trading shall be settled using the respective CME Canadian Cumulative Average Temperature Index reported by Earth Satellite Corporation for that contract month, on the first Exchange business day that is at least two calendar days after the futures contract month.
Position Limits:	10,000 contracts net long or net short in all contract months combined.
Electronic Trading Hours:	5:00 P.M. to 3:15 P.M. the following day (9:00 A.M. on LTD)

Options on CME Canadian CAT Monthly Index Futures

Contract Size:	1 CME Canadian CAT Index futures contract
Quotation:	CME Canadian CAT Index Points
Minimum Price Increment:	1 CME Canadian CAT Index Point (cabinet = .5 CME Canadian CAT Index Point)
Tick Value:	1 Point= C\$20 (Canadian Dollars)
Daily Price Limits:	None
Months Traded:	April, May, June, July, August, September, October (CAT)
Termination of Trading:	Same date and time as underlying futures
Strike Price Interval:	1 Index Point (e.g. 10, 11, 12, etc)
Exercise:	European Style (Exercised on LTD)
Position Limits:	10,000 contracts net long or net short in all contract months combined
Trading Hours:	8:30 A.M. to 3:15 P.M. (9:00 A.M. on LTD)

The text of the contract rules for CME Canadian CAT Index futures and options is as follows:

Chapter 425 CME Canadian CAT Index Futures

42500. SCOPE OF CHAPTER

This chapter is limited in application to futures trading on CME Canadian CAT Indexes. The procedures for trading, clearing and settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

42501. COMMODITY SPECIFICATIONS

1. Cumulative Average Temperature (CAT)

The daily average temperature is defined as the arithmetic average of the maximum temperature (Tmax) and minimum temperature (Tmin), recorded between 0600 UTC the previous day and 0559 UTC the current day for Tmax, and between 0600 UTC the previous day and 0559 UTC the current day for Tmin for each location, as reported by Earth Satellite Corporation.

Calgary International Airport (WMO 71877)
Edmonton International Airport (WMO 71123)
Montreal/Pierre Elliot Trudeau Airport (WMO 71627)
Toronto Pearson International Airport (WMO 71624)
Vancouver International Airport (WMO 71892)
Winnipeg International Airport (WMO 71852)

2. The CME Canadian CAT Indexes

Each particular CME Canadian CAT Index is the accumulation of like daily average temperatures over a calendar month. The accumulation period of each CME Canadian CAT Index futures contract begins with

the first calendar day of the contract month and ends with the last calendar day of the contract month.

42502. FUTURES CALL

42502.A. Trading Schedule

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

42502.B. Size of Trading Unit

The size of the unit of trading shall be C\$20 (Canadian Dollars) times the respective CME Canadian CAT Index.

42502.C. Price Increments

The minimum price fluctuation of the respective CME Canadian CAT Index futures shall be 1 index point and have a value of C\$20 (Canadian Dollars).

42502.D. Position Limits

A person shall not own or control more than 10,000 contracts net long or net short in all contract months combined. For position involving options on the respective CME Canadian CAT Index futures, this rule is superseded by the option speculative position limit rule.

42502.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, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

42502.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 other positions exempted pursuant to Rule 543.

42502.G. Termination of Trading

Futures trading shall terminate at 9:00 A.M. Chicago time on the first Exchange business day that is at least two calendar days after the futures contract month.

42502.H. Contract Modification

Specifications shall be fixed as of the first day of trading of a contract, except that all contracts must conform to government regulations in force at the time of final settlement. If any U.S. governmental agency or body with jurisdiction over the trading of the contract or with jurisdiction respecting the trading or final settlement of the CME Canadian CAT Index futures 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 governmental orders.

42502.I. [Reserved]

42503. SETTLEMENT PROCEDURES

42503.A. Final Settlement Price

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Canadian CAT Index reported by Earth Satellite Corporation for that city for that contract month, using the methodology in effect on that date, on the first Exchange business day that is at least two calendar days after the futures contract month. For example, on July 2, 2006, the June 2006 futures contract on the CME Montreal Canadian CAT Index would have been settled at 574.45 Degrees Celsius.

42503.B. Final Settlement

Clearing members holding open positions in a CME Canadian CAT Index futures contract at the 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.

42504. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

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

42505.-06. [RESERVED]

(End Chapter 425)

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 425**

LIMITATION OF LIABILITY AND DISCLAIMER

Earth Satellite Corporation ("EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. EarthSat makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EarthSat makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall EarthSat have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

425A00. SCOPE OF CHAPTER

This chapter is limited in application to trading in put and call options on CME Canadian CAT Index futures contracts. The procedures for trading, clearing and settlement and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

425A01. OPTION CHARACTERISTICS

425A01. A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Board of Directors.

425A01. B. Trading Unit

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Canadian CAT Index futures contract as specified in Chapter 425.

425A01.C. Minimum Fluctuations

The price of an option shall be quoted in terms of the respective CME Canadian CAT Index. Each index point represents C\$20 (Canadian Dollars). For example, a quote of 2 index points represents C\$40 (Canadian Dollars). The minimum fluctuation shall be 1.0 index point (also known as one tick), equal to C\$20 (Canadian Dollars).

425A01.D. [Reserved]

425A01.E. Exercise Prices

Exercise prices shall be stated in terms of the respective CME Canadian CAT Index futures contract. Eligible exercise prices shall also be at intervals of 1 index point (e.g., 710, 711, 712, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 1 index point in a range of 1 to 1300 index points for CAT months upon demand evidenced in the options pit. New options may be listed for trading up to and including the termination of trading.

The Board may modify the provisions governing the establishment of exercise prices as it deems appropriate.

425A01.F. Position Limits

No person shall own or control a combination of options and underlying futures contracts that exceeds 10,000 futures-equivalent contracts net on the same side of the market in all contract months combined.

For the purpose of this rule, the futures equivalent of an option contract is 1 times the previous business day's IOM risk factor for the option series. Also for purposes of this rule, a long call option, a short put option, and a long underlying futures contract are on the same side of the market; similarly, a short call option, a long put option, and a short underlying futures contract are on the same side of the market.

425A01.G. 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, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

425A01.H. Exemptions

The foregoing position limits shall not apply to commercially appropriate risk reducing option positions defined in accordance with Regulation 1.3(z)(1) of the CFTC and meeting the requirements of Rule 543 and shall not apply to other option positions exempted pursuant to Rule 543.

425A01.I. Termination of Trading

Options trading shall terminate on the same date and time as the underlying futures contract.

425A01.J. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract except that all options must conform to government regulations in force at the time of exercise. If the U.S. government, an agency or duly constituted body thereof issues an order, ruling, directive or law inconsistent with these rules, such order, ruling, directive or law shall be construed to become part of these rules and all open and new options contracts shall be subject to such governmental orders.

425A02. EXERCISE

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Canadian CAT options.

425A02.A. Exercise of Option by Buyer

An option may be exercised by the buyer only on the termination of trading day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. Chicago time on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. Chicago time on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

425A02.B. Assignment

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the trading day of acceptance by the Clearing House of the exercise notice.

425A03. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

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

(End Chapter 425A)

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 425A**

CLARIFICATION OF NON-AGRICULTURAL OPTION SPECULATIVE POSITION LIMIT RULE

(Special Executive Report S-1618, March 31, 1986)

Please note that the non-agricultural option speculative position limit rule, in effect at this time, supersedes the

speculative position rule for the underlying futures contract. Therefore, for example, a trader may hold a gross futures position that exceeds the futures position limit rule if that gross position is part of a spread with options, such that the net position across options and futures is less than the applicable limit set in the options rule.

LIMITATION OF LIABILITY AND DISCLAIMER

Earth Satellite Corporation ("EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. EarthSat makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EarthSat makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall EarthSat have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

CME Canadian Seasonal CAT Strip Index Futures

Contract Size:	C\$20 (Canadian Dollar) times the respective CME Canadian Seasonal CAT Strip Index
Quotation:	CME Canadian Seasonal CAT Strip Index Points
Minimum Price Increment:	1 CME Canadian Seasonal CAT Strip Index Point
Tick Value:	1 Point = C\$20 (Canadian Dollar)
Months Traded:	April – October (CAT Season)
Termination of Trading:	Trading shall terminate at 9:00 a.m. Chicago time on the first Exchange business day that is at least two calendar days after the last calendar day of the last month of the defined strip.
Settlement:	All futures contracts remaining open at the termination of trading shall be settled using the respective CME Canadian Seasonal CAT Strip Index reported by Earth Satellite Corporation for that contract period, on the first Exchange business day that is at least two calendar days after the last calendar day of the last month of the defined strip.
Position Limits:	10,000 contracts net long or net short in all contract months combined
Electronic Trading Hours:	5:00 P.M. to 3:15 P.M. the following day (9:00 A.M. on LTD)

Options on CME Canadian Seasonal CAT Strip Index Futures

Contract Size:	1 CME Canadian Seasonal CAT Strip Index futures contract
Quotation:	CME Canadian Seasonal CAT Strip Index Points
Minimum Price Increment:	1 CME Seasonal Strip CAT Index Point (cabinet = .5 CME Seasonal CAT Strip Index Point)

Tick Value:	1 Point = C\$20 (Canadian Dollar)
Daily Price Limits:	None
Months Traded:	April – October (CAT Season)
Termination of Trading:	Same date and time as underlying futures
Strike Price Interval:	1 Index Point (e.g. 10, 11, 12, etc)
Exercise:	European Style (Exercised on LTD)
Position Limits:	10,000 contracts net long or net short in all contract months combined
Trading Hours:	8:30 A.M. to 3:15 P.M. (9:00 A.M. on LTD)

The text of the contract rules for CME Canadian Seasonal CAT Strip Index futures and options is as follows:

Chapter 426 CME Canadian Seasonal CAT Strip Index Futures

42600. SCOPE OF CHAPTER

This chapter is limited in application to futures trading on CME Canadian Seasonal CAT Strip Indexes. The procedures for trading, clearing and settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

42601. COMMODITY SPECIFICATIONS

1. Cumulative Average Temperature (CAT)

The daily average temperature is defined as the arithmetic average of the maximum temperature (Tmax) and minimum temperature (Tmin), recorded between 0600 UTC the previous day and 0559 UTC the current day for Tmax, and between 0600 UTC the previous day and 0559 UTC the current day for Tmin for each location, as reported by Earth Satellite Corporation.

Calgary International Airport (WMO 71877)
Edmonton International Airport (WMO 71123)
Montreal/Pierre Elliot Trudeau Airport (WMO 71627)
Toronto Pearson International Airport (WMO 71624)
Vancouver International Airport (WMO 71892)
Winnipeg International Airport (WMO 71852)

2. The CME Canadian Seasonal CAT Strip Indexes

Each particular CME Canadian Seasonal CAT Strip index is the accumulation of like daily average temperatures over a minimum of two, and a maximum of seven, consecutive calendar months. For a seasonal strip involving a CAT, the first calendar month in the strip may be April or later, and the last calendar month in the strip may be October or earlier. A separate futures contract shall be listed for each strip. The accumulation period of each CME Canadian Seasonal CAT Strip Index begins with the first calendar day of the first month of the strip, and ends with the last calendar day of the last month of the strip.

42602. FUTURES CALL

42602.A. Trading Schedule

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

42602.B. Size of Trading Unit

The size of the unit of trading shall be C\$20 (Canadian Dollars) times the respective CME Canadian Seasonal CAT Strip Index.

42602.C. Price Increments

The minimum price fluctuation on the CME Canadian Seasonal CAT Strip Index futures shall be 1 index point and have a value of C\$20 (Canadian Dollars).

42602.D. Position Limits

A person shall not own or control more than 10,000 contracts net long or net short in all contract months combined. For position involving options on the respective CME Canadian Seasonal CAT Strip Index futures, this rule is superseded by the option speculative position limit rule.

42602.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, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

42602.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 other positions exempted pursuant to Rule 543.

42602.G. Termination of Trading

Futures trading shall terminate at 9:00 A.M. Chicago time on the first Exchange business day that is at least two calendar days after the last calendar day of the last month of the defined strip.

42602.H. Contract Modification

Specifications shall be fixed as of the first day of trading of a contract, except that all contracts must conform to government regulations in force at the time of final settlement. If any U.S. governmental agency or body with jurisdiction over the trading of the contract or with jurisdiction respecting the trading or final settlement of the CME Canadian Seasonal CAT Strip Index futures 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 governmental orders.

42602.I. [Reserved]

42603. SETTLEMENT PROCEDURES

42603.A. Final Settlement Price

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Canadian Seasonal CAT Strip Index reported by Earth Satellite Corporation for that city for that contract period, using the methodology in effect on that date, on the first Exchange business day that is at least two calendar days after the last calendar day of the last month of the defined strip. For example, on October 2, 2006, the May 2006 - September 2006 futures contract on the CME Montreal May - September '06 Canadian Seasonal CAT Strip Index would have been settled at 2771.70 Degrees Celsius.

42603.B. Final Settlement

Clearing members holding open positions in a CME Canadian Seasonal CAT Strip Index futures contract at the 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.

42604. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

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

42605.-06. [RESERVED]

(End Chapter 426)

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 426**

LIMITATION OF LIABILITY AND DISCLAIMER

Earth Satellite Corporation (“EarthSat”) grants the Exchange the rights to use various data (“Data”) in connection with the trading of futures contracts and options on futures contracts based upon such Data. EarthSat makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EarthSat makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall EarthSat have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

**Chapter 426A
Options on CME Canadian Seasonal CAT Strip Index Futures**

426A00. SCOPE OF CHAPTER

This chapter is limited in application to trading in put and call options on CME Canadian Seasonal CAT Strip Index futures contracts. The procedures for trading, clearing and settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

426A01. OPTION CHARACTERISTICS

426A01. A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Board of Directors.

426A01.B. Trading Unit

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one respective CME Canadian Seasonal CAT Strip Index futures contract as specified in Chapter 426.

426A01.C. Minimum Fluctuations

The price of an option shall be quoted in terms of the respective CME Canadian Seasonal CAT Strip Index. Each index point represents C\$20 (Canadian Dollars). For example, a quote of 2 index points represents C\$40 (Canadian Dollars). The minimum fluctuation shall be 1.0 index point (also known as one tick), equal to C\$20 (Canadian Dollars).

426A01.D. [Reserved]

426A01.E. Exercise Prices

Exercise prices shall be stated in terms of the respective CME Canadian Seasonal CAT Strip Index futures contract. Eligible exercise prices shall be at intervals of 1 CME Seasonal CAT Strip Index point (e.g., 4510, 4511, 4512, etc.).

At the commencement of options trading in a contract month, the eligible put and call options are at intervals of 1 index point in a range of 1 to 6500 index points for a seasonal CAT strip upon demand evidenced in the options pit. New options may be listed for trading up to and including the termination of trading.

The Board may modify the provisions governing the establishment of exercise prices as it deems appropriate.

426A01.F. Position Limits

No person shall own or control a combination of options and underlying futures contracts that exceeds 10,000 futures-equivalent contracts net on the same side of the market in all contract months combined.

For the purpose of this rule, the futures equivalent of an option contract is 1 times the previous business day's IOM risk factor for the option series. Also for purposes of this rule, a long call option, a short put option, and a long underlying futures contract are on the same side of the market; similarly, a short call option, a long put option, and a short underlying futures contract are on the same side of the market.

426A01.G. 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, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

426A01.H. Exemptions

The foregoing position limits shall not apply to commercially appropriate risk reducing option positions defined in accordance with Regulation 1.3(z)(1) of the CFTC and meeting the requirements of Rule 543 and shall not apply to other option positions exempted pursuant to Rule 543.

426A01.I. Termination of Trading

Options trading shall terminate on the same date and time as the underlying futures contract.

426A01.J. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract except that all options must conform to government regulations in force at the time of exercise. If the U.S. government, an agency or duly constituted body thereof issues an order, ruling, directive or law inconsistent with these rules, such order, ruling, directive or law shall be construed to become part of these rules and all open and new options contracts shall be subject to such governmental orders.

426A02. EXERCISE

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Canadian Seasonal CAT Strip options.

426A02.A. Exercise of Option by Buyer

An option may be exercised by the buyer only on the termination of trading day. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. Chicago time on the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. Chicago time on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

426A02.B. Assignment

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the trading day of acceptance by the Clearing House of the exercise notice.

426A03. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

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

(End Chapter 426A)

INTERPRETATIONS & SPECIAL NOTICES RELATING TO CHAPTER 426A

CLARIFICATION OF NON-AGRICULTURAL OPTION SPECULATIVE POSITION LIMIT RULE

(Special Executive Report S-1618, March 31, 1986)

Please note that the non-agricultural option speculative position limit rule, in effect at this time, supersedes the speculative position rule for the underlying futures contract. Therefore, for example, a trader may hold a gross futures position that exceeds the futures position limit rule if that gross position is part of a spread with options, such that the net position across options and futures is less than the applicable limit set in the options rule.

LIMITATION OF LIABILITY AND DISCLAIMER

Earth Satellite Corporation ("EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. EarthSat makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EarthSat makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use.

with respect to the Data. Without limiting any of the foregoing, in no event shall EarthSat have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

If you have any questions about these rules, please contact Charles Piszczor, Associate Director, Commodity Product Development, at (312) 930-4536.

3. INITIAL CME CANADIAN CAT INDEXES FUTURES AND OPTIONS

The Exchange, on Monday, May 7, 2007, will list for trading the following sites:

Calgary International Airport (WMO 71877)
Edmonton International Airport (WMO 71123)
Montreal/Pierre Elliot Trudeau Airport (WMO 71627)
Toronto Pearson International Airport (WMO 71624)
Vancouver International Airport (WMO 71892)
Winnipeg International Airport (WMO 71852)

If you have any questions about these procedures, please contact Charles Piszczor, Associate Director, Commodity Product Development, at (312) 930-4536.

4. CME CANADIAN CAT INDEXES OPTIONS STRIKE PRICES

MONTHLY

Exercise prices shall be stated in terms of the respective CME Canadian CAT Index futures contract. Eligible exercise prices shall also be at intervals of 1 index point (e.g., 710, 711, 712, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 1 index point in a range of 1 to 1300 index points for CAT months upon demand evidenced in the options pit. New options may be listed for trading up to and including the termination of trading.

SEASONAL

Exercise prices shall be stated in terms of the respective CME Canadian Seasonal CAT Strip Index futures contract. Eligible exercise prices shall be at intervals of 1 CME Seasonal CAT Strip Index point (e.g., 4510, 4511, 4512, etc.).

At the commencement of options trading in a contract month, the eligible put and call options are at intervals of 1 index point in a range of 1 to 6500 index points for a seasonal CAT strip upon demand evidenced in the options pit. New options may be listed for trading up to and including the termination of trading.

If you have any questions about strike price listings, please contact Charles Piszczor, Associate Director, Commodity Product Development, at (312) 930-4536.

5. CLEARING & CME GLOBEX FEES FOR CME CANADIAN CAT INDEXES FUTURES AND OPTIONS

Account	Clearing Fees (per side)	CME Globex Fees (per side)
Equity/Clearing Member	\$0.02	\$0.125
106.I Members and their 100% owned subsidiaries	\$0.02	\$0.125
Rule 106.D Lessees/ Rule 106.F Employees	\$0.07	\$0.125
106 H/N Firms	\$0.12	\$0.125
Customers of Member Firms	\$0.16	\$0.375
Block Trade Surcharge		\$0.44

CME Canadian CAT Indexes futures are eligible for inclusion in the New Product Access Program. CME Canadian CAT Indexes futures and options contracts will be assigned to the IOM Division, and the fee schedule used for CME Weather products will apply.

If you have any questions regarding clearing fees, please contact Julie Balzarini, Accounting, at (312) 648-5470.

6. REPORTABLE POSITION LEVELS

For purposes of Rule 817. - REPORTS OF LARGE POSITIONS, the minimum levels at which positions must be reported to the Exchange are as follows for CME Canadian CAT Indexes futures and options:

<u>COMMODITY</u>	<u>REPORTABLE LEVEL</u>
CME Canadian CAT Futures	25 contracts
CME Canadian CAT Options	25 contracts

If you have any questions about these levels, please contact Paula Evans, Market Surveillance, at (312) 930-3085.

7. **PERFORMANCE BONDS**

If you have any questions about these requirements, please contact the Risk Control Department at (312) 648-3888.

8. **CME GLOBEX ERROR TRADE POLICY**

The CME Globex error trade policy for all CME Canadian CAT Indexes calls for a no bust range of twenty-five (25) index point or less.

If you have any questions, please contact John Restivo, Director, CME Globex Control Center (GCC), at (312) 648-5475.

9. **SELECTED QUOTE VENDORS**

If you have any questions, please contact Laura Sutor, Market Data Analyst, Market Data Operations, at (312) 648-5480.