

Special Executive Report

S-4744

August 5, 2008

INTERRUPTION OF LIVE CATTLE DELIVERIES AT SYRACUSE, KANSAS DURING THE WEEK OF AUGUST 11-15

The Exchange has been notified that the scale will be out of operation at Syracuse, Kansas during the week of August 11-15. Therefore, Live Cattle deliveries will not be permitted at Syracuse on those dates.

In addition, CME Clearing will not be accepting tenders for delivery at Syracuse on Monday, August 4 (corresponding to a delivery date Tuesday, August 12); Tuesday, August 5 (corresponding to a delivery date of Wednesday, August 13); Wednesday, August 6 (corresponding to a delivery date of Thursday, August 14); and Thursday, August 7 (corresponding to a delivery date of Friday, August 15).

Market participants wishing to make delivery on any of these delivery dates are advised to use one of the other 10 CME Group Live Cattle delivery points.

Live Cattle deliveries will resume at Syracuse on Monday, August 18, and the Clearing House will resume accepting tenders for delivery at Syracuse on Friday, August 8 (corresponding to a delivery date of Monday, August 18).

Finally, market participants are reminded of the Interpretation of Rule 10104.A. – Tendering a Certificate, which states in relevant part:

INTERPRETATION OF RULE 10104.A.—TENDERING A CERTIFICATE

The seller is responsible for determining, in advance of tendering a Certificate, if the delivery point stockyards will be able to accommodate a live-graded delivery on the sixth business day following the day of tender (fourth business day following the day of tender if tender is on or after the last trading day) should the buyer request one. If the buyer requests a live-graded delivery which the stockyards is unable to accommodate, then this will be deemed a failure by the seller to present a load of cattle for USDA inspection under Rule 10104.B.8. In addition, the Exchange may prohibit deliveries on certain days for certain locations at which it deems deliveries would not be feasible due to auctions or other activities.

If you have any questions regarding this matter, please contact Paul Peterson, Director, Commodity Research & Product Development at (312) 930-4587.