CORPORATE EVENTS

MEMO # 08-160   **DATE: 07/24/08**

ACTION:

IShares FTSE/Xinhua Index Fund ("FXI") has announced a 3 for 1 stock split. The ex-distribution date is **Thursday, July 24, 2008**. The payable date is July 23, 2008. The record date is July 21, 2008.

This action will be coordinated with the Options Clearing Corporation.

CATEGORY:

3 for 1 Stock Split

EQUITY SYMBOL:

IShares FTSE/Xinhua Index Fund ("FXI")

ONECHICAGO SYMBOL:

FXI1C will change to FXI2C. New FXI1C contracts with a contract unit of 1000 shares will be introduced on Friday, July 25, 2008.

CME FUTURES SYMBOL:

FX2 for the FXI2C; **FXI** for the re-listed FXI1C

NUMBER OF CONTRACTS:

Unchanged

EFFECTIVE DATE:

Effective the opening of business July 24, 2008 and thereafter.

MULTIPLIER:

1000; Unchanged

DELIVERABLE PER CONTRACT:

3000 IShares FTSE/Xinhua Index Fund ("FXI") Common Shares for EEM2C

FXI1C will be re-listed for 1000 share deliverable.

APPLICABLE CONTRACT MONTHS:

August, September, December 2008 and March 2009

SETTLEMENT PRICES AND POSITIONS:

All outstanding FXI1C future contracts outstanding as of Wednesday, July 23, 2008, shall be adjusted to require the per-contract delivery or receipt of 3000 shares of IShares FTSE/Xinhua Index Fund ("FXI") Common Stock. Settlement prices are unchanged.

The underlying price for the deliverable of FXI2C futures must be **calculated**, as follows:

FXI2C (Deliverable) = 3 (FXI)

For example, after the contract adjustment, if FXI closes at 33, the FXI2C deliverable price would be calculated as follows:

UWV = 3 (33) = 99.00

NOTES:

The forecasted effect of the upcoming corporate event on each clearing firms' positions can be viewed in infopac in the Corporate Event Initial Forecast Report (ONE712), the Corporate Event Final Forecast Report (ONE713), and the Corporate Event Forecast Audit Report (CPDBU710).

If you have any questions regarding the information provided in the document, please call CME Clearing risk management hotline at (312) 648-3888.