

Chapter 408 CME European CAT Index Futures

40800. SCOPE OF CHAPTER

This chapter is limited in application to CME European CAT Index futures. In addition to this chapter, CME European CAT Index futures shall be subject to the general rules and regulations of the Exchange insofar as applicable.

For purposes of this chapter, unless otherwise specified, times referred herein shall refer to and indicate Chicago time.

40801. CONTRACT 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), measured at the following times for each location. Observations are recorded by the relevant National Meteorological Service and processed by Speedwell Settlement Services Ltd.

- Amsterdam-Schiphol, Netherlands (WMO 06240)
Tmax: observed 0000 UTC_{D0} to 0000 UTC_{D+1} (D = calendar day)
Tmin: observed 0000 UTC_{D0} to 0000 UTC_{D+1} (D = calendar day)
National Meteorological Service: Royal Netherlands Meteorological Institute (KNMI)
- London-Heathrow, United Kingdom (WMO 03772)
Tmax: observed 0850 UTC_{D0} to 0850 UTC_{D+1} (D = calendar day)
Tmin: observed 0850 UTC_{D-1} to 0850 UTC_{D0} (D = calendar day)
National Meteorological Service: UK Met Office
- ESSEN, Germany (WMO 10410)
Tmax: observed 0000 UTC_{D0} to 0000 UTC_{D+1}
Tmin: observed 0000 UTC_{D0} to 0000 UTC_{D+1}
National Meteorological Service: Deutscher Wetterdienst (DWD)
- PARIS ORLY, France (WMO 07149)
Tmax: observed 0600 UTC_{D0} to 0600 UTC_{D+1}
Tmin: observed 1800 UTC_{D-1} to 1800 UTC_{D0}
National Meteorological Service: Meteo France

2. The CME European CAT Indexes

Each particular CME European CAT Index is the accumulation of like daily average temperatures over a calendar month. The accumulation period of each CME European 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.

40802. TRADING SPECIFICATIONS

40802.A. Trading Schedule

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

40802.B. Trading Unit

The size of the unit of trading shall be 20 British pounds (pounds sterling) for London-Heathrow, or 20 Euros (€) for all other locations, times the respective CME European CAT Index.

40802.C. Price Increments

The minimum price fluctuation of the respective CME European CAT Index futures shall be 1 index point and have a value of 20 British pounds (pounds sterling) for London-Heathrow, or 20 Euros (€)

for all other locations.

40802.D. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

40802.E. [Reserved]

40802.F. [Reserved]

40802.G. Termination of Trading

Futures trading shall terminate at 9:00 a.m. on the fifth Exchange Business Day after the futures contract month.

40802.H. [Reserved]

40802.I. [Reserved]

40803. SETTLEMENT PROCEDURES

40803.A. Final Settlement Price

All futures contracts remaining open at the termination of trading shall be settled using the respective CME European CAT Index reported by Speedwell Settlement Services Ltd. for that city for that contract month, using the methodology in effect on that date, on the fifth Exchange Business Day after the futures contract month. For example, on July 8, 2003, the June 2003 futures contract on the CME Amsterdam-Schiphol European CAT Index would have been settled at 507.65 Degrees.

40803.B. Final Settlement

Clearing members holding open positions in a CME European 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.

40804. [RESERVED]

40805.-06. [RESERVED]

(End Chapter 408)

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 408**

LIMITATION OF LIABILITY AND DISCLAIMER

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