



Special Executive Report

S-5326

July 19, 2010

CME Group to Launch E-mini TM S&P CNX Nifty Index and E-micro S&P CNX Nifty Index Futures on Sunday, July 18, 2010

CME Group will list E-mini S&P CNX Nifty and E-micro S&P CNX Nifty stock index futures on Sunday, July 18, 2010 for trade date Monday, July 19, 2010.

The Exchange intends to offer the E-mini S&P CNX Nifty and E-micro S&P CNX Nifty stock index futures exclusively on the CME Globex[®] electronic trading platform. There will be a CME Globex and clearing fees waiver for the balance of calendar year 2010. Block trading is available in the context of the products. The July 2010, August 2010, September 2010, December 2010, March 2011 and June 2011 contracts will be the first six listed for trading.

This update includes a review of the salient contract terms and conditions; and, the Rules which govern trade of such futures.

Please contact Brett Vietmeier, Director, Equity Products at (312)930-3394; or, Richard Co, Director, Financial Research & Product Development at 312-930-3227 if you have any inquiries regarding this matter.

1. Description of Individual Contract Terms

In order to facilitate the certification process, the Exchange offers the following description and explanation of E-mini S&P CNX Nifty Index and E-micro S&P CNX Nifty Index futures contract terms and conditions. Note that this contract replicates other extant stock index futures contracts in most respects. Note further that the Exchange intends to offer E-mini S&P CNX Nifty Index and E-micro S&P CNX Nifty Index futures contracts on the CME GLOBEX electronic trading platform only.

E-mini S&P CNX Nifty Index Futures

Contract Size - Rule 38101., COMMODITY SPECIFICATIONS, provides that “[E]ach E-mini Standard and Poor's CNX Nifty Stock Price Index futures contract shall be valued at \$10.00 times the Standard and Poor's CNX Nifty Stock Price Index.” As of this writing, the Index was in the vicinity of 5333 index points - this equates to a contract value of approximately USD 53,330.

Quotation Specification - Rule 38102.C., Price Increments, specifies that “[b]ids and offers shall be quoted in terms of the E-mini Standard and Poor's CNX Nifty Stock Price Index. The minimum fluctuation of the futures contract shall be 0.5 index points, equivalent to 5.00 USD per contract.”

Position Limits - Per Rule 38102.D., Position Limits, states that “[a] person shall not own or control more than 5,000 E-mini Standard and Poor's Nifty Stock Price Index contracts or equivalent contracts net long or net short in all contract months combined.”

No-Bust Range – The GLOBEX trade cancellation policy is amended to specify a “no-bust range” of 10 index points per contract.

E-micro S&P CNX Nifty Index Futures

Contract Size - Rule 38201., COMMODITY SPECIFICATIONS, provides that “[E]ach E-micro Standard and Poor's CNX Nifty Stock Price Index futures contract shall be valued at \$2.00 times the Standard and Poor's CNX Nifty Stock Price Index.”

Quotation Specification - Rule 38202.C., [b]ids and offers shall be quoted in terms of the E-micro Standard and Poor's CNX Nifty Stock Price Index. The minimum fluctuation of the futures contract shall be 0.5 index points, equivalent to 1.00 USD per contract.

Position Limits - Per Rule 38202.D., Position Limits, states that “[a] person shall not own or control more than 5,000 E-mini Standard and Poor's Nifty Stock Price Index contracts or equivalent contracts net long or net short in all contract months combined. For purpose of this rule and E-micro Standard and Poor's Nifty Stock Price index futures contract shall be deemed to be equivalent to one-fifth (0.20) of an E-mini Standard and Poor's Nifty Stock Price Index futures contract. “

No-Bust Range – The GLOBEX trade cancellation policy is amended to specify a “no-bust range” of 10 index points per contract.

Other Contract Terms and Conditions - All other terms and conditions of the proposed contract are substantially identical to existing stock index futures. For the reader’s convenience, we provide a table (below) summarizing contract terms and conditions.

	E-mini S&P CNX Nifty Index Futures	E-micro S&P CNX Nifty Index Futures
Contract Value	\$10 x Index, e.g., Index @ 4,806 on 05/25/10, contract value= \$48,060	\$2 x Index, e.g., Index @ 4,806 on 05/25/10, contract value= \$9,612
Tick Symbol	EMF	MNF
Tick Size	0.5 Index Points(\$5.00)	0.5 Index Points(\$1.00)
Venue	Offered exclusively on CME Globex® electronic trading platform	
Trading Hours	3:30 p.m. to 3:15 p.m. next day (Sunday open at 5:00 p.m.) Trading halt: 8:30 p.m. CST to 9:30 p.m. CST; 9:30 p.m. CDT to 10:30 p.m. CDT. Sunday to Thu Nights	
Listing Cycle	Two nearest serial and Four quarterly (March quarterly cycle)	
Daily Price Limits	RTH and ETH: 10%, 15% and 20% limits up or down	
Termination of Trading	Close of trading at the National Stock Exchange (NSE) of India on the last Thursday of the month. 4:00 a.m. (Central Standard Time) on last Thu of the month; 5:00 a.m. (Daylight Saving Time) on last Thu of the month	
Cash Settlement	Final settlement price shall be the final settlement price of the S&P CNX Nifty Index futures at National Stock Exchange (NSE)	

2. Rules Governing E-mini Standard and Poor’s CNX Nifty and E-micro Standard and Poor’s CNX Index Futures

Chapter 381

E-mini Standard and Poor’s CNX Nifty Index Futures

38100. SCOPE OF CHAPTER

This chapter is limited in application to futures trading in the E-mini Standard and Poor’s CNX Nifty Stock Price Index. The procedures for trading, clearing, settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

38101. COMMODITY SPECIFICATIONS

Each E-mini Standard and Poor’s CNX Nifty Stock Price Index futures contract shall be valued at \$10.00 times the Standard and Poor’s CNX Nifty Stock Price Index.

38102. FUTURES CALL

38102.A. Trading Schedule

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

38102.B. Trading Unit

The unit of trading shall be 10.00 USD times the E-mini Standard and Poor’s CNX Nifty Stock Price Index.

38102.C. Price Increments

Bids and offers shall be quoted in terms of the E-mini Standard and Poor’s CNX Nifty Stock Price Index.

The minimum fluctuation of the futures contract shall be 0.5 index points, equivalent to 5.00 USD per contract.

38102.D. Position Limits

A person shall not own or control more than 5,000 E-mini Standard and Poor's Nifty Stock Price Index contracts or equivalent contracts net long or net short in all contract months combined.

38102.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.

38102.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 arbitrage positions and inter-commodity spread positions subject to Rule 559.

38102.G. Termination of Trading

Futures trading shall terminate at the close of trading at the National Stock Exchange (NSE) on the day of determination of the Final Settlement Price.

38102.H. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract. If any US governmental agency or body 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 government orders.

38102.I. Price Limits, Trading Halts, and/or Trading Hours

For the purpose of this rule, the primary contract shall be defined as the E-mini S&P Nifty futures contract month.

Price Limits: There shall be Price Limits corresponding to 10.0%, 15.0% and 20.0% of the Reference Price.

When the primary futures contract is limit bid at the 10.0% Price Limit above the previous day's settlement price, or limit offered at the 10.0% Price Limit below the previous day's settlement price, a 10-minute period shall commence. If the primary futures contract remains limit bid or limit offered at the end of the 10 minute period at the same 10.0% Price Limit, trading shall halt for a period of two minutes, after which time the market shall reopen. The 15.0% Price Limit shall apply following such reopening.

When the primary futures contract is limit bid at the 15.0% Price Limit above the previous day's settlement price, or limit offered at the 15.0% Price Limit below the previous day's settlement price, a 10-minute period shall commence. If the primary futures contract remains limit bid or limit offered at the end of the 10 minute period at the same 15.0% Price Limit, trading shall halt for a period of two minutes, after which time the market shall reopen. The 20.0% Price Limit shall apply following such reopening.

The maximum daily limit is 20 percent. Trading can only occur at or below the 20.0% Price Limit above the previous day's settlement price, and at or above the 20.0% Price Limit below the previous day's settlement price.

There shall be no Price Limits on the Last Trading Day of the expiring contract.

The Reference Price is the closing price of the underlying index on the last business day of the preceding month. The Daily Price Limit shall be announced prior to the opening of trading in each calendar month. The Daily Price Limit shall be determined based on the closing price of the underlying index on the last business day of the preceding month, as follows.

10.0% Price Limit	equals	10% of the Reference Price rounded down to nearest integral multiple of 10 index points
15.0% Price Limit	equals	1.5 times the 10.0% Price Limit
20.0% Price Limit	equals	2 times the 10.0% Price Limit

38103. SETTLEMENT PROCEDURES

Delivery under the E-Mini Standard and Poor's CNX Nifty Stock Price Index Futures contract shall be by cash settlement.

38103.A. Final Settlement Price

The Final Settlement Price shall be based on the final settlement price of the E-mini S&P CNX Nifty Index futures at National Stock Exchange (NSE)

38103.B. Final Settlement

Clearing members holding open positions in E-mini Standard and Poor's CNX Nifty Stock Price Index futures contracts at the time of 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.

38104. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

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

38105. - 06. [RESERVED]

(End Chapter 381)

Chapter 382
E-micro Standard and Poor's CNX Nifty Index Futures

38200. SCOPE OF CHAPTER

This chapter is limited in application to futures trading in the E-Micro Standard and Poor's CNX Nifty Stock Price Index. The procedures for trading, clearing, settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

38201. COMMODITY SPECIFICATIONS

Each E-micro Standard and Poor's CNX Nifty Stock Price Index futures contract shall be valued at \$2.00 times the Standard and Poor's CNX Nifty Stock Price Index.

38202. FUTURES CALL

38202.A. Trading Schedule

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

38202.B. Trading Unit

The unit of trading shall be 2.00 USD times the E-micro Standard and Poor's CNX Nifty Stock Price Index.

38202.C. Price Increments

Bids and offers shall be quoted in terms of the E-micro Standard and Poor's CNX Nifty Stock Price Index. The minimum fluctuation of the futures contract shall be 0.5 index points, equivalent to 1.00 USD per contract.

38202.D. Position Limits

A person shall not own or control more than 5,000 E-mini Standard and Poor's Nifty Stock Price Index contracts or equivalent contracts net long or net short in all contract months combined. For purpose of this rule and E-micro Standard and Poor's Nifty Stock Price index futures contract shall be deemed to be equivalent to one-fifth (0.20) of an E-mini Standard and Poor's Nifty Stock Price Index futures contract.

38202.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.

38202.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 arbitrage positions and inter-commodity spread positions subject to Rule 559.

38202.G. Termination of Trading

Futures trading shall terminate at the close of trading at the National Stock Exchange (NSE) on the day of determination of the Final Settlement Price.

38202.H. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract. If any US governmental agency or body 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 government orders.

38202.I. Price Limits, Trading Halts, and/or Trading Hours

For the purpose of this rule, the primary contract shall be defined as the E-mini S&P Nifty futures contract month.

Price Limits: There shall be Price Limits corresponding to 10.0%, 15.0% and 20.0% of the Reference Price.

When the primary futures contract is limit bid at the 10.0% Price Limit above the previous day's settlement price, or limit offered at the 10.0% Price Limit below the previous day's settlement price, a 10-minute period shall commence. If the primary futures contract remains limit bid or limit offered at the end of the 10 minute period at the same 10.0% Price Limit, trading shall halt for a period of two minutes, after which time the market shall reopen. The 15.0% Price Limit shall apply following such reopening.

When the primary futures contract is limit bid at the 15.0% Price Limit above the previous day's settlement price, or limit offered at the 15.0% Price Limit below the previous day's settlement price, a 10-minute period shall commence. If the primary futures contract remains limit bid or limit offered at the end of the 10 minute period at the same 15.0% Price Limit, trading shall halt for a period of two minutes, after which time the market shall reopen. The 20.0% Price Limit shall apply following such reopening.

The maximum daily limit is 20 percent. Trading can only occur at or below the 20.0% Price Limit above the previous day's settlement price, and at or above the 20.0% Price Limit below the previous day's settlement price.

There shall be no Price Limits on the Last Trading Day of the expiring contract.

The Reference Price is the closing price of the underlying index on the last business day of the preceding month. The Daily Price Limit shall be announced prior to the opening of trading in each calendar month. The Daily Price Limit shall be determined based on the closing price of the underlying index on the last business day of the preceding month, as follows.

10.0% Price Limit	equals	10% of the Reference Price rounded down to nearest integral multiple of 10 index points
15.0% Price Limit	equals	1.5 times the 10.0% Price Limit
20.0% Price Limit	equals	2 times the 10.0% Price Limit

38203. SETTLEMENT PROCEDURES

Delivery under the E-micro Standard and Poor's CNX Nifty Stock Price Index Futures contract shall be by cash settlement.

38203.A. Final Settlement Price

The Final Settlement Price shall be based on the final settlement price of the E-micro S&P CNX Nifty Index futures at National Stock Exchange (NSE)

38203.B. Final Settlement

Clearing members holding open positions in E-micro Standard and Poor's CNX Nifty Stock Price Index futures contracts at the time of 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.

38204. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

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

38205. - 06. [RESERVED]

(End Chapter 382)

Amendment to Rule 855

Addition to Rule 855 is underlined.

Rule 855. OFFSETTING DIFFERENT SIZED FUTURES POSITIONS

A. With the consent of the account controller, a clearing member may offset and liquidate long E-Mini futures positions against short regular futures positions, or short E-Mini futures positions against long regular futures positions, held in the same account in the following ratios of E-Mini to regular futures contracts:

E-Mini S&P 500 to regular S&P 500: 5:1

E-Mini Nasdaq 100 Index to regular Nasdaq 100 Index: 5:1

E-Mini S&P Midcap 400 to regular S&P Midcap 400 5:1

E-Mini Currency to regular Currency: 2:1

E-Mini S&P CNX Nifty Index futures to E-micro S&P CNX Nifty Index Futures 5:1

The clearing member shall notify the Clearing House of offsetting positions by submitting reports to the Clearing House in such form and manner as the Clearing House shall specify. The positions shall be offset at the previous day's settlement price.

[The remainder of rule 855 remains unchanged]

3. Other Rule Amendments Associated with E-mini S&P CNX Nifty Index and E-micro S&P CNX Nifty Index futures

The following amendments to Exchange Rules are necessitated by the introduction of E-mini S&P CNX Nifty Index and E-micro S&P CNX Nifty Index futures. Additions are underlined, deletions are bracketed and overstruck.

CHAPTER 5

5.C. POSITION LIMIT AND REPORTABLE LEVEL TABLE

POSITION LIMIT, POSITION ACCOUNTABILITY AND REPORTABLE LEVEL TABLE

Contract Name	Options	First Scale - Down Spot Month	Second Scale-Down Spot Month	Spot Month	Single Month	All Months Combined	Position Accountability	Report Able Fut Level	Report Able Opt Level
E-mini SmallCap 600						25,000 (B)		25	25
E-mini FTSE Xinhua China 25						5,000*		25	
<u>E-mini S&P CNX Nifty</u>						<u>5,000 (B)</u>		<u>25</u>	
<u>E-micro S&P CNX Nifty</u>						<u>5,000 (B)</u>		<u>25</u>	

(B) This is an aggregate position limit and is the specified number of futures or futures equivalent contracts net long or net short in all contract months combined. For the purpose of aggregation, one big futures contract shall be deemed equivalent to five E-mini futures contracts or E-micro futures contracts as applicable to the product.

588.K. GLOBEX No Bust Ranges

Previous rules are unchanged.

Futures Contracts
E-mini FTSE/Xinhua China 25
E-mini S&P Asia 50
E-mini MSCI EAFE

No Bust Range
100.00 index points or less
12.00 index points or less
12.00 index points or less

E-mini S&P CNX Nifty
E-micro S&P CNX Nifty
S&P 500 Depository Receipts

10.00 index points or less
10.00 index points or less
0.60 index points or less

Remaining rules are unchanged.