

July 24, 2006

NOTICE

e-cbot Error Trade Policy Revisions for Agricultural Futures

Effective on Trade Date August 1, 2006

The Chicago Board of Trade has approved revisions to the e-cbot[®] Error Trade Policy and Dynamic Price Limit settings for agricultural futures as summarized below (See CBOT[®] Rulebook Appendices 9B-2 and 9B-3). These revisions will be effective beginning with the evening session on Monday, July 31, 2006 (trade date August 1, 2006).

Error Trade Policy Revisions for Agricultural Futures

If a futures transaction is asserted to be at a price that is in error, the trade shall not be considered for review by Market Operations unless the price of the asserted error trade is greater than the designated number of ticks ("No Adjust Range") from the reference price as indicated in the attached table.

- **During side-by-side hours**, the reference price on a downside (upside) move will never be higher (lower) than the low (high) of the pit traded price during the time period that the prices of the e-cbot market and the open auction market were disjointed.
- **During non side-by-side hours**, the reference price will be the last trade price preceding the entry of the asserted error trade or an alternatively determined fair value for the contract.
- **Re-pricing of Error Trades** - All error trades in agricultural futures will be resolved via price adjustment and, consequently, no trades will be busted. The price of the error trade will be adjusted to the reference price +/- the designated number of ticks reflected in the "Price Adjustment Level" column of the attached table. The re-pricing mechanism has been developed based on input from market participants and is generally consistent with the established error trade procedures for metals futures and all options on e-cbot.

Consistent with current policy, parties to a transaction are permitted to make cash adjustments to settle losses that occur as the result of an asserted error trade or an actual error trade. Should parties to a disputed transaction be unable to mutually resolve financial disputes, arbitration facilities are available through the Exchange.

Dynamic Price Limits for Agricultural Futures

As a precaution against order entry errors, e-cbot provides dynamic price limit functionality for each product and will reject attempts to enter orders into the central order book at prices outside of the dynamic price limit range.

The dynamic price limit settings for agricultural futures, which include separate settings for outright and spreads, are included in the attached table. As reflected in the table, the dynamic price limits for outright contracts will be reduced by 50% for most agricultural futures at 9:45 a.m. and will remain at the lower level through the close at 1:15 p.m. However, Market Operations reserves the right to modify the dynamic price limits during periods of high volatility and will send a system message whenever dynamic price limits are modified.

Questions regarding this notice may be directed to e-cbot Market Operations at (312) 347-4600.

Paul J. Draths
Vice President & Secretary

‘No Adjust’ Ranges and Dynamic Price Limits for Agricultural Futures

Product	Symbol	Minimum Tick Increment	No Adjust Range	Tick Increment of No Adjust Range	Price Adjustment Level	Dynamic Price Limits (Overnight and 8:30AM-9:45AM)	Dynamic Price Limits (Post 9:45AM)	Dynamic Price Limits (spreads)	Daily Price Limit
Corn	ZC	¼ cent	10 cents	40 ticks	Reference price plus/minus 20 ticks	10 cents	5 cents	2 ½ cents	20 cents
Wheat	ZW	¼ cent	10 cents	40 ticks	Reference price plus/minus 20 ticks	10 cents	5 cents	2 ½ cents	30 cents
Soybeans	ZS	¼ cent	10 cents	40 ticks	Reference price plus/minus 20 ticks	20 cents	10 cents	5 cents	50 cents
Soybean Meal	ZM	10 cents	\$8.00	80 ticks	Reference price plus/minus 40 ticks	\$8.00	\$4.00	\$2.00	\$20
Soybean Oil	ZL	1/100 cents	.80 cents	80 ticks	Reference price plus/minus 40 ticks	.80 cents	.40 cents	.20 cents	2 cents
South American Soybeans	ZK	¼ cent	20 cents	80 ticks	Reference price plus/minus 40 ticks	20 cents	10 cents	5 cents	50 cents
Oat	ZO	¼ cent	10 cents	40 ticks	Reference price plus/minus 40 ticks	10 cents	10 cents	10 cents	20 cents
Rough Rice	ZR	½ cent	20 cents	40 ticks	Reference price plus/minus 40 ticks	20 cents	20 cents	20 cents	50 cents
Ethanol	ZE	1/10 cent	8 cents	80 ticks	Reference price plus/minus 40 ticks	8 cents	4 cents	4 cents	30 cents