

Advisory Notice

Clearing House

TO: Clearing Member Firms
Back Office Managers
Bookkeeping Service & System Providers

FROM: Clearing House Department

DATE: August 10, 2005

ADVISORY #: 05-172

SUBJECT: **ETF Delivery Procedures for the September 2005 delivery**

As previously announced, CME will deliver ETF futures on the NASDAQ-100® Index Tracking Stock (QQQQ), S&P 500® Depositary Receipts (SPY) and iShares Russell 2000® (IWO) starting on September 16, 2005. Summarized below are the procedures firms **must** follow to complete the delivery of these futures.

- Before the delivery, CME will require the number of the **DTCC** clearing firm number that will facilitate the firm's delivery.
- Beginning 5 business days before the last trade date, September 9, 2005, CME will create a report named "CME SINGLE STOCK FUTURE DELIVERY REPORT" (CPM741) which will forecast a firm's potential delivery obligation in the ETF futures. This report will be available to firms on Infopac and Document Direct. **A sample of this report follows this advisory.**
- At the end of clearing cycle on the last trade date, September 16, 2005, CME will run a report named "CME SINGLE STOCK FUTURE FINAL DELIVERY REPORT" (CPM742) which will detail a firm's actual delivery obligation based on the firm's final open interest. The report will show the amount of shares to be received or delivered as well as the funds to be paid or collected for each transaction. A sample of **this report follows this advisory.**
- Also, on the last trade date CME will enter delivery versus payment transactions **(code 30)** through the Bank of New York. **DTCC number 2603** will be delivered on the third business day following the third Friday of the month, September 21, 2005. Also, these transactions **will not** be included in the NSCC Centralized Net Settlement (CNS).

If you have any questions please contact Morgan Culverhouse, Manager, Delivery and Fulfillment Services, CME Clearing House at 312.930.2892.

Example 1: CPM741

CPM741
BUSINESS DATE: 09/12/2005
CYCLE: RTH

CHICAGO MERCANTILE EXCHANGE
DELIVERY REPORT

PAGE: 1
RUN DATE: 09/12/2005
RUN TIME: 20:40:23

FIRM: ###
NSCC MEMBER : ####
OCC MEMBER : ###
ORIGIN: HOUS
POSITION ACCOUNT: ###

SETTLEMENT DATE : 2005-09-16

FUTURE SYMBOL	DELIVERABLE SYMBOL	SECURITY DESCR	MO	YR	SHARE PRICE	DELVR QTY	RECEIVE SHRS	CTRCTS	PAY AMOUNT	DELIVER SHRS	CTRCTS	COLLECT AMOUNT	CASH IN LIEU
SPY	SPDR	S&P 500 SPDR ETF	09	05	122.75	100	5,000	50	613,750.00				
IWM	IWM	RUSSELL 2000 ETF	09	05	66.09	200				3,000	15	198,270.00	
QQQ	QQQQ	NASDAQ-100 ETF	09	05	39.05	200				6,000	30	234,300.00	
NET POSITION ACCOUNT TOTAL :							5,000		613,750.00	9,000		432,570.00	
NET ORIGIN POSITION ACCOUNT TOTAL :							5,000		613,750.00	9,000		432,570.00	
NET FIRM POSITION ACCOUNT TOTAL :							5,000		613,750.00	9,000		432,570.00	

Example 2: CPM742

CPM742
BUSINESS DATE: 09/16/2005
CYCLE: RTH

CHICAGO MERCANTILE EXCHANGE
FINAL DELIVERY REPORT

PAGE: 2
RUN DATE: 09/16/2005
RUN TIME: 20:20:50

FIRM: 549
DTCC MEMBER : 0234

ORIGIN: CUST

POSITION ACCOUNT: 549

SETTLEMENT DATE : 2005-09-16

COMMODITY: NASDAQ-100 TRACKING STOCK
CONTRACT : QQ TRACK QQ SEP 05
PRICE PER SHARE: 37.58
CONTRACT MULTIPLIER: 200

<u>SIDE</u>	<u>QTY</u>	<u>SHARES</u>			<u>AMOUNT</u>		<u>CASH IN LIEU</u>	<u>OPPOSITE</u> <u>CME FIRM</u>	<u>OPPOSITE</u> <u>MEMBER</u>
LONG	3	DELIVER	600	COLLECT	22,548.00	USD		CME	2603
SHORT	2	DELIVER	400	COLLECT	15,032.00	USD		CME	2603

COMMODITY: S&P 500 SPDR ETF
CONTRACT : PY PY SEP 05
PRICE PER SHARE: 120.27
CONTRACT MULTIPLIER: 100

<u>SIDE</u>	<u>QTY</u>	<u>SHARES</u>			<u>AMOUNT</u>		<u>CASH IN LIEU</u>	<u>OPPOSITE</u> <u>CME FIRM</u>	<u>OPPOSITE</u> <u>MEMBER</u>
SHORT	8	DELIVER	800	COLLECT	96,216.00	USD		CME	2603