

Advisory Notice

Clearing House

TO: Clearing Member Firms
Attn: Back Office Managers
Delivery Personnel

FROM: Clearing House Department

ADVISORY #: 04-119

DATE: June 30, 2004

SUBJECT: Important Currency Delivery Changes

Firms are to be informed of the following currency delivery changes that will occur during coming delivery cycles. Please ensure that the changes stated are communicated to the necessary staff within your firm.

Agent Bank Change from Bank One to Citibank

Effective with September 2004 Foreign Currency delivery processing, Bank One will no longer be the agent bank for Japanese Yen, Mini Yen, Australian Dollar/New Zealand Dollar, Euro/Yen, and Japanese Yen component of the Dollar Index. The **new** agent bank for these products will be Citibank. Please find attached revised Currency Delivery instructions and inform your customers of these important changes. Updated instructions are also available on www.cme.com (<http://www.cme.com/clr/settle/delivery/prodcurny1252.html>)

South African Rand OTP

CME will be removing the requirement that the short side of the currency delivery have an Order-To-Pay denominated in South African Rand issued by a domestic bank and delivered to Citibank, New York. This will be effective starting with the July contract, which will deliver for value July 21, 2004. Currently there is no open interest in this contract.

Continuous Linked Settlement (CLS)

Commencing with the June 2005 Foreign Currency Delivery, CLS will be mandatory for all clearing member firms, so long as each currency in the currency pair associated with the futures is CLS eligible. The only instance where a clearing firm will be exempt from using CLS is if the firm demonstrates to CME that its delivery obligations will not reasonably exceed \$50 million per currency futures product.

If you have any questions, please contact the Clearing House Department, Deliveries unit at (312) 930-3172.