

CORPORATE EVENTS

MEMO # 07-272

DATE: 11/09/07

ACTION:

Sun Microsystems, Inc. (JAVA) has announced a 1-for-4 common stock reverse split. The ex-distribution date for the stock split is **Monday, November 12, 2007**. This corporate action will be coordinated with the Options Clearing Corporation.

CATEGORY:

1 for 4 Reverse Stock Split

EQUITY SYMBOL:

("JAVA") Sun Microsystems, Inc.

ONECHICAGO SYMBOL:

JAVA1C will become JAVA2C; JAVA1C will be re-listed on Tuesday, November 13, 2007

CME FUTURES SYMBOL:

SN2 for the JAVA2C; SN for the re-listed JAVA1C

NUMBER OF CONTRACTS:

100, Unchanged

EFFECTIVE DATE:

Effective the opening of business **November 12, 2007** and thereafter.

MULTIPLIER:

100, Unchanged

DELIVERABLE PER CONTRACT:

25 Sun Microsystems, Inc. ("JAVA") common shares for the JAVA2C, 100 Sun Microsystems, Inc. ("JAVA") common shares for the re-listed JAVA1C

APPLICABLE CONTRACT MONTHS:

November, December 2007 and March, June 2008

SETTLEMENT PRICES AND POSITIONS:

Settlement Prices remain unchanged

Delivery Prices and Mark-to-Market will be as follows:

The underlying price for the deliverable of JAVA2C futures must be calculated, as follows:

$$\text{JAVA2C} = .25 (\text{JAVAD})$$

For example, after the contract adjustment, if JAVAD closes at 20, the JAVA2C deliverable price would be calculated as follows:

$$\text{JAVA2C} = .25 (.20) = 5$$

Accordingly:

If the previous day's settlement price was 5.00, and today's settlement price is 5.10, then the mark-to-market value would be \$10 (\$.10 x 100)

At expiration, a long JAVA2C position with a settlement price of 5.10 would yield \$510 to receive 25 JAVA shares.

NOTES:

The forecasted effect of the upcoming corporate event on each clearing firms' positions can be viewed in infopac in the Corporate Event Initial Forecast Report (ONE712), the Corporate Event Final Forecast Report (ONE713), and the Corporate Event Forecast Audit Report (CPDBU710).

If you have any questions regarding the information provided in the document, please call CME Clearing Risk Management hotline at (312) 648-3888.