

CORPORATE EVENTS

MEMO # 08-140

DATE: 07/01/08

ACTION:

On June 25, 2008, Shareholders of Countrywide Financial Corporation Inc. ("CFC") voted concerning the proposed the merger with Bank of America ("BAC"). The merger was approved and subsequently consummated prior to the opening on July 1, 2008. As a result, on **July 2, 2008** each existing CFC Common Share will be converted into the right to receive .1822 BAC Common Shares. Cash will be paid in lieu of fractional BAC shares.

This action will be coordinated with the Options Clearing Corporation.

CATEGORY:

Cash Settlement

EQUITY SYMBOL:

CFC (Countrywide Financial Corporation Inc.)

ONE CHICAGO SYMBOL:

CFC1C will change to **CFC2C**; a new **CFC1C** will not be re-listed

CME FUTURES SYMBOL:

C8 will change to **CF2**; **C8** will not be re-listed

MULTIPLIER:

100 (e.g., 1.00 equals \$100.00)

EFFECTIVE DATE:

Wednesday, July 2, 2008

NEW DELIVERABLE PER CONTRACT:

- 1) 18 Bank of America ("BAC") Common Shares
- 2) Cash in lieu of .22 fractional BAC Shares*

*The cash portion of the deliverable remains permanently fixed as part of the option deliverable and does not vary with price changes of securities also included in the deliverable.

APPLICABLE CONTRACT MONTHS:

July, August, September, and December 2008

SETTLEMENT PRICES AND POSITIONS:

The underlying price for CFC2C will be determined as follows:

$CFC2C = .18(BAC) + \text{cash for } .22 \text{ BAC shares}$

Please note that the valuation would apply only to the CFC2C deliverable in terms of current market value of the deliverable securities. The resulting price would not be equivalent to the daily settlement price of a futures contract month, whose determination would include cost of money carrying charges, adjustment for dividends, and other factors.

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.