

## Advisory Notice

Clearing House

08-212

TO: Clearing Member Firms  
Back Office Managers

FROM: CME Clearing

SUBJECT: **CBOT Metals Transition to NYSE Liffe**

DATE: September 5, 2008

### Background:

Beginning September 7, 2008, the CBOT Metals complex will begin its transition to NYSE Liffe. The transition is scheduled to be completed on March 29, 2009.

This advisory contains important information that details the initial changes to the registration and delivery process as well as other back office functions during phase one of the transition period. **CME Group will continue to clear these contracts until March 29, 2009.**

### What IS changing on September 7, 2008?

- Gold (38), Mini Gold (63), Silver (39) and Mini Silver (61) products, formerly traded on ECBOT®, will be traded via the NYSE Liffe DCM electronic trading platform called NYSE Liffe CONNECT®.
- Issues and Stops reports will be removed from [www.cmegroup.com](http://www.cmegroup.com) and posted at the following link: [www.nyx.com/nyaseliffe](http://www.nyx.com/nyaseliffe)
- Registration of Delivery receipts will be handled by NYSE Liffe. For all registration inquiries please contact: NYSE Liffe Market Regulation at (+1) 8665 922 693 or [nylmarketoperations@nyx.com](mailto:nylmarketoperations@nyx.com)
- Receipts should no longer be brought to the CME Group Registrar Office in Chicago. They will now need to be delivered to NYSE Liffe at the address below:
  - NYSE Liffe  
20 Broad St, 10th floor  
New York, NY 10005

### What is NOT changing as of September 7, 2008?

- All existing clearing functions will remain unchanged with CME Clearing
- All client connectivity to the NYSE Liffe CONNECT® platform remains in place.
- CME Clearing will continue to set margins
- Clearing reports and register files will remain the same
- Metals products will continue to post in Front End Clearing (FEC) under ECBOT® Metals search filters
- Large Trader Reports will continue to be sent to CME Clearing in the current format
- Delivery procedures
  - Long dates and inventory will continue to be entered into CME Group's Electronic Delivery System
  - Delivery charges will still move thru firm variation accounts
  - Storage charges will be debited on the last day of each month from firm variation accounts

## FAQ about CBOT Metals transition to NYSE Liffe:

**1. Who do I contact to become a Clearing Member Firm to gain trading access to these markets?**

To trade these markets as a new CMF one must be a CME Group Clearing Member Firm as well as a NYSE Liffe member.

- i. Contact CME Group Membership at 312.930.3480
- ii. Contact NYSE Liffe Market Services at (+1) 8669 335 032

**2. Who do I contact for order entry issues or any trading related questions?**

NYSE Liffe Market Services at (+1) 8669 335 032 or [nlmarketservices@nyx.com](mailto:nlmarketservices@nyx.com)

**3. Who do I contact regarding post trade confirmations or Front End Clearing issues?**

CME Clearing Customer Support at 1.312.207.2525 or via email at [ccs@cmegroup.com](mailto:ccs@cmegroup.com)

**4. Margin related questions should be directed to whom?**

All margin questions should be directed to CME Clearing's Risk Department at 1.312.348.3888 or via email [clearinghouserisk@cmegroup.com](mailto:clearinghouserisk@cmegroup.com)

**5. Who do I contact for registration of Metals receipts for Deliveries?**

All registration of receipts will be handled by the Market Regulation Department of NYSE Liffe and can be reached at (+1) 8665 922 693 or [nylmarketoperations@nyx.com](mailto:nylmarketoperations@nyx.com)

**6. Who do I call for Deliveries related questions? (Long dates, invoice issues, payments, storage, Electronic System issues, etc.)**

Contact CME Clearing Deliveries Unit for any deliveries issues at 1.312.930.3172 or via email at [clearinghousedeliv@cmegroup.com](mailto:clearinghousedeliv@cmegroup.com)

**7. Will the Exchange Fee Schedule be modified?**

Yes. Exchange Fees will be charged based on whether a trade is conducted as Member (House/Proprietary) business or has been conducted on behalf of a Customer (Non-Member). This member distinction will be based on the entry in the CTI (Customer Trade Indicator) field as defined in CME Front End Clearing systems. CTI values **1, 2, and 3** will be used to identify trades conducted as Member business (individual, corporate, and allocated to individual respectively) while CTI value **4** will be used to identify Customer (Non-Member) business.

PRODUCT	CTI VALUE	FEE PER LOT PER SIDE
100 oz Gold Futures*	4	\$1.00
Mini Gold Futures*	4	\$0.75
5000 oz Silver Futures*	4	\$1.00
Mini Silver Futures*	4	\$0.75
Options on 100oz Gold Futures	1,2,3,4	\$0.00
Options on 5000oz Silver Futures	1,2,3,4	\$0.00

\*CTI values **1, 2 and 3** (e.g. member distinction) fees will be waived.

Non-Trade Exchange Fees for such transactions as Exercises, Deliveries, Assignments, Expirations and Futures from Options Exercises or Assignments will be charged **\$0.20** per side. There will not be a member distinction for these transactions.

All other miscellaneous charges will mimic CME Group's Fee Schedule as defined below:

<b>FEE TYPE</b>	<b>FEE PER LOT PER SIDE</b>
Clearing Fees	\$0.06
Ex-Pit surcharges (e.g. Block and EFP)	\$1.25
Give-Up Surcharges (which includes allocations)	\$0.06
Exercise and Assignment Surcharge	\$0.05
Expired Options	\$0.05
Position Adjustment	\$0.10
Position Transfers	\$0.10

**Main Contact Numbers:**

- **CME Clearing Customer Support** – 1.312.207.2525 or via email at [ccs@cmegroup.com](mailto:ccs@cmegroup.com)
- **CME Clearing Deliveries Unit** – 1.312.930.3172 or via email at [clearinghousedeliv@cmegroup.com](mailto:clearinghousedeliv@cmegroup.com)
- **CME Clearing Risk Unit** – 1.312.648.8888 or via email at [clearinghouserisk@cmegroup.com](mailto:clearinghouserisk@cmegroup.com)
- **NYSE Liffe Market Regulation** – (+1) 8665 922 693 or via email at [nylmarketoperations@nyx.com](mailto:nylmarketoperations@nyx.com)
- **NYSE Liffe Market Services** – (+1) 8669 335 032 or via email at [nlmarketservices@nyx.com](mailto:nlmarketservices@nyx.com)