

## Advisory Notice

Clearing House

TO: Clearing Member Firms

FROM: Clearing House Department

ADVISORY #: 05-162

DATE: July 29, 2005

SUBJECT: **REMINDER – SLEDs & EFPs**

As previously announced (Clearing House Advisory Notice 05-127, June 28, 2005), all CME EFPs will be processed through the EFP screens on the web-based FEC system effective **August 1, 2005**.

The salient operational impacts are:

- Trade entry will be via the FEC system or through FIXML messaging.
- Trade date is now an enterable field and is not derived by execution date and time. The restriction of a next day trade (30 minutes after the primary market close) has been lifted and all EFPs are considered top day until the clearing system closes at 7:00 p.m.
- Currency EFP's remain allocate/claim driven by market maker entry.
- EFP's for all other CME products will be a two-sided submission trade matching process, with both buyer and seller submitting the trade to clearing.
- EFP's can now be sent to ACS for give-up processing and will be eligible for averaging when the new averaging component of FEC is launched on August 8, 2005

In addition all currency products will become SLED eligible for trade date **August 1, 2005**.

The salient operational impacts are:

- All pit and electronically traded currency calendar spreads will be SLEDs eligible.
- Currency calendar spreads trade back to front so traders will be using the same convention that the equity traders use - Back month over Front Month (i.e. December (Z) over September (U)).
- Prices that are calculated by the system will be based off of the previous days' settlement price in the lead calendar month. If customers request special prices they must fall within the daily high and low.

If you have questions or processing concerns please call the Clearing Customer Support group at 312.207.2525