

CORPORATE EVENTS

MEMO # 06-64

DATE: 3/16/06

ACTION: Kerr-McGee Corp. (KMG) has announced a distribution of Class B common shares of Tronox, Inc. ("TRX.B"). The distribution ratio will be approximately 0.20 share of common stock of TRX.B for each one share of common stock of Kerr-McGee Corp. The ex-distribution date is **Friday, March 31, 2006**. This corporate action will be coordinated with the Options Clearing Corporation.

CATEGORY: Spin-Off

EQUITY SYMBOL: KMG (Kerr-McGee Corp.)

ONECHICAGO SYMBOL: KMG1C will change to KMG2C
KMG1C will be re-listed on Monday, April 3, 2006 with normal 100 share contract specifications

CME FUTURES SYMBOL: KM changes to N2
KM will be the CME symbol of the re-listed KMG1C

EFFECTIVE DATE: Effective on the opening of business of Friday, March 31, 2006.

MULTIPLIER: 100 multiplier remains the same

DELIVERABLE PER CONTRACT: 1) 100 Kerr-McGee Corp. (KM) common shares; plus
2) 20 Tronox, Inc. (TRX.B) common shares; plus
3) Cash-in-lieu of fractional TRX.B shares, if any.

DELIVERABLE ALLOCATION: To be determined

APPLICABLE CONTRACT MONTHS: April, May, June, and September

**SETTLEMENT PRICES
AND POSITIONS:** For delivery, the price of the cash-in lieu will be determined by the closing price of TRX.B at a date to be determined by Kerr-McGee Corp., and will remain permanently fixed for the life of the contract and will not vary with price changes of the securities also included in the deliverable.

Positions of KMG1C (KM) will be transferred to KMG2C (N2)

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