



Advisory Notice

Clearing House

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04-102

June 8, 2004

IMPORTANT MEMORANDUM

TO: Clearing Member Firms
Chief Financial Officers
Back Office Managers

FROM: Clearing House Department

SUBJECT: **REVISED INFORMATION** (*Revisions in Italics*) RE: NATIONAL DAY OF MOURNING, FRIDAY, JUNE 11, 2004

Please be informed, the exchange trading floors and open outcry markets will be closed on Friday, June 11, in observance of the national day of mourning for President Ronald Reagan. GLOBEX[®] and e-cbot will open Thursday afternoon/evening for abbreviated sessions, closing at 8:00 a.m. on Friday, June 11, and reopening at regularly scheduled times on Sunday, June 13, 2004. Please refer to the schedule below for a more detailed summary of the related processing changes.

Thursday, June 10, 2004

CME and CBOT open outcry and electronic markets will adhere to normal opening and closing schedules

Friday, June 11, 2004

CME Trading Floor

The Exchange open outcry markets will be closed on Friday, June 11, 2004, in observance of national day of mourning for President Ronald Reagan.

GLOBEX

GLOBEX markets will open at their regular scheduled times and will trade until 8:00 a.m. on Friday, June 11, 2004. The trade date for all GLOBEX trades executed in this session will be Friday, June 11, 2004. GLOBEX trades will be cleared on the final reconciliation on Friday, June 11, 2004.

CBOT Trading Floor

The Exchange open outcry markets will be closed on Friday, June 11, 2004, in observance of national day of mourning for President Ronald Reagan.

e-cbot

e-cbot will be opened for an abbreviated session in all financial futures and options and trading will close for these products at 8:00 a.m. CST. Agricultural products on e-cbot will close at their normal time of 6:00a.m. CST. The \$10 Dow Futures and Options will close at their normal time of 7:00 am CST. However, the \$5 Dow (Mini Dow) futures and options will close at 8:00 a.m. CST. The trade date for all e-cbot trades executed in this session will be Friday, June 11, 2004 and will be cleared on the final reconciliation on Friday, June 11, 2004. There will be no trading of metals and Dow Jones AIG Commodity Index Futures products on e-cbot.

A.

CLEARING AND DELIVERY PROCESSING CYCLES

As a result of the overnight electronic market trading sessions, Friday, June 11, 2004, remains a valid trade date and a valid clearing date. *Firms will receive a full set of clearing reports and data files resulting from the Friday, June 11, clearing and settlement cycle.* Settlement prices from Thursday, June 10, will be brought forward to settle contracts traded during these abbreviated electronic sessions. Market volatility will be monitored appropriately.

U.S. banks are open on Friday, June 11, 2004. The Clearing House will be staffed on Friday to facilitate trade and clearing processing, deliveries, and banking and asset management processing. The final settlement price for the expiring Nikkei futures contract will be submitted and marked to all open Nikkei positions on Friday, June 11.

Firms should be sufficiently staffed to process any overnight electronic trade corrections, give-up and SGX allocations and claims, and position adjustments on Friday, June 11.

The intra-day and end-of-day banking and settlement cycles will occur at their normal times on Thursday, June 10, 2004. There will be no intra-day settlement processing on Friday, June 11, 2004.

Settlement variation and performance bond cash call/release amounts resulting from trade date Thursday, June 10, will be confirmed by settlement banks by 6:40 a.m. on Friday, June 11. The settlement banks will also process the cash flows resulting from Thursday's settlement cycle on Friday, June 11.

Early and final SPAN files will be produced and disseminated at their regular scheduled times on Friday, June 11.

The out-trade reconciliation print times and final reconciliation deadlines will adhere to their normal schedules on Thursday, June 10, and on Friday, June 11.

Friday, June 11, will remain as the expiration date for the expiring Eurodollar mid-curve options and Week Two Currency Options. The last day of open outcry trading for the expiring options will be the regular 2:00 p.m. close on Thursday, June 10. The GLOBEX eligible expiring options will trade until 8:00 a.m. on Friday.

- a. The Thursday markets' closing settlement prices will determine the in-the-money strikes for the expiring options.
- b. The out-trade session for the open outcry traded expiring options will be held on Thursday afternoon following the markets' close.
- c. The deadline for submitting contrary instructions for expiring options will remain at 7:00 p.m. on Friday, June 11, 2004.
- d. CME and CBOT flex options scheduled to expire on Friday, June 11, will expire at their respective expiration times on Friday.

Firms will be required to submit accurate PCS data to account for overnight GLOBEX and e-cbot electronic trades, as-of trades, MOS, and give-up allocations and claims. This PCS data can be submitted at anytime during the day on Friday prior to 8:00 p.m.

There will be no morning out-trade sessions on the trading floors on Friday, June 11, *except for a voluntary trade checking session for back-month S&P members and clerks at 6:30 a.m..* However, firms can submit out-trade corrections for all products throughout the day on Friday, June 11. The Clearing House will also accept exercise notices for non-expiring CME and CBOT options (standard and flex) on Friday, June 11.

The initial inventory date for CME foreign currency has been moved up one day to Wednesday, June 9, at 4:00 p.m.

Friday, June 11 will be a valid carcass delivery day however it will not be a valid intent date for June Live Cattle futures

Friday, June 11 will not be a valid intent or delivery day for CBOT Products.

- a. There will be no delivery intents or deliveries on Friday, June 11.*
- b. For those firms that intention on Wednesday June 9 and invoice on Thursday June 10, deliveries will take place on Monday June 14, 2004.*
- c. For those firms that intention on Thursday June 10, the invoice(s) will be exchanged on Monday June 14 with the deliveries occurring on Tuesday June 15, 2004.*

The Delivery System will be unavailable on Friday, June 11. Any firm wishing to make long date adjustments should either submit their long date file via FTP as normal or contact the CME Clearing House to enter the adjustments by 12 Noon.

B. MONEYCHANGER VALUE DATES

Due to the holiday's effects on transaction processing, please note the following adjustments to the value dates for MoneyChanger transactions:

Australian dollar

Trade Date

Thursday, June 10, 2004

Value Date

Tuesday, June 15, 2004

Value Date change due to Australian holiday on Monday, June 14, 2004

MoneyChanger will be closed on Friday, June 11, 2004.

C. DEPOSITS OF PERFORMANCE BOND COLLATERAL

U.S. banks are open on Friday, June 11, 2004. The bank confirmation deadline for clearing firms to receive same day performance bond credit for Treasury security deposits on Friday, June 11, 2004 is 9:30 a.m. CST. The deadline for clearing firms to submit Treasury security withdrawal instructions to the Clearing House for same day processing will be 9:00 a.m. CST.

D. A.M. COLLATERAL SUBMISSION DEADLINES FOR FRIDAY, JUNE 11, 2004

- 9:00a.m. Clearing firm notification to banks of pending Treasury and Agency deposits
- 9:00a.m. Agencies, Treasury, Foreign Currency or Letters of Credit deposit or withdrawal transactions must be submitted to the Clearing House via C21 or through submission of the appropriate form
- 9:30a.m. Bank confirmation to Clearing House

E. FOREIGN CURRENCY PERFORMANCE BOND CASH WITHDRAWALS

Due to the holiday's effects on transaction processing, please note the following value dates on foreign currency performance bond cash withdrawals:

Australian dollar

Trade Date

Thursday, June 10, 2004

Value Date

Tuesday, June 15, 2004

Value Date change due to Australian holiday on Monday, June 14, 2004

F. FOREIGN CURRENCY SETTLEMENT VARIATION

Please note the following value dates for foreign currency settlement variation.

Australian dollar

Trade Date

Thursday, June 10, 2004

Value Date

Tuesday, June 15, 2004

Value Date change due to Australian holiday on Monday, June 14, 2004

G. A.M. SETTLEMENT CONFIRMATIONS

Although CME is closed on Friday, June 11, 2004, your settlement bank will provide an a.m. settlement confirmation for both U.S. dollars and foreign currency transactions on Friday, June 11, 2004 by 6:40 a.m. Payment for U.S. dollar settlement transactions from RTH cycle of Thursday, June 10, 2004, will also occur on Friday, June 11, 2004.

H. INTEREST EARNING FACILITY (IEF)

Please note the following adjustments to IEF processing:

IEF settlement elections for the RTH cycle on Thursday, June 10, will be set to "zero" for all firms. Clearing Firm IEF settlement elections will be automatically reset by the Clearing House for the ITD settlement cycle on Monday, June 14, 2004.

No IEF purchases / redemptions will be allowed on Friday, June 11, 2004.

I. INTEREST EARNING FACILITY 2 (IEF2)

Please note the following deadlines for IEF2 processing:

<u>Funds</u>		<u>6/11/04</u>
Dreyfus	-	10:30 a.m. CST
Reserves	-	2:30 p.m. CST
AIM	-	Closed
Alliance	-	Closed
Bank One	-	Closed
Barclays	-	Closed
BBH	-	Closed
Blackrock	-	Closed
BONY	-	Closed
CitiGroup	-	Closed
Deutsche	-	Closed
Federated	-	Closed
Goldman	-	Closed
Harris Trust	-	Closed
HSBC	-	Closed
J.P. Morgan	-	Closed
Merrill Funds	-	Closed
Merrimac	-	Closed

Morgan Stanley	-	Closed
Nations	-	Closed
UBS	-	Closed
Wells Fargo	-	Closed

K. INTER-EXCHANGE PROCESSING

Inter-Exchange processing schedules will remain unchanged for Friday, June 11, 2004. For any SGX related issues, please call Jeff Rosenthal at (312) 930-3186.

L. CROSS-MARGINING PROCESSING

Generally, CME-OCC cross margin processing schedules will remain unchanged for business transactions on Thursday, June 10 and Friday June 11.

Settlement variation, option premium pass-thru, and performance bond call/release amounts from business transacted as of Thursday, June 10, will be confirmed by settlement banks at 6:40 a.m. on Friday, June 11, and settled by the banks for value June 11, as per normal.

For business transacted Friday, June 11, CME will not run an intra-day cycle and collateral deadlines will be adjusted accordingly. CME and OCC will run an end-of-day settlement cycle on Friday, June 11, as per normal. Settlement activity for business transacted as of June 11 will be confirmed and settled by the banks on Monday, June 14, as per normal.

The FICC, NYMEX, and LCH cross-margin processes will occur as per normal on Friday, June 11.

If you have questions on cross-margining processing, please call Tim Golomb at (312) 207-2594.

If you have questions on financial operational deadlines, please call the Financial Unit, (312) 207-2594.