

CORPORATE EVENTS

MEMO # 05-140

DATE: 07/13/05

ACTION: Nextel Communications, Inc. (NXTL) – **Anticipated adjustment due to proposed merger.** This corporate action will be coordinated with the Options Clearing Corporation.

CATEGORY: Contract Adjustment

SECURITY FUTURE: NXTL (Nextel Communications, Inc.)

ONECHICAGO SYMBOL: NXTL1C changes to NXTL2C

CME SYMBOL: NT will be changed to a still to be determined symbol.

NUMBER OF CONTRACTS: No Change

EFFECTIVE DATE: Effective the opening of business the day after the merger is consummated.

MULTIPLIER: 100 multiplier remains the same

DELIVERABLE PER CONTRACT:

- 1) 128 Sprint Nextel Corporation Series 1 Common Shares, subject to adjustment.
- 2) Cash in lieu of fractional shares, if any*
- 3) An amount of cash equal to the value of 2 times the average Sprint Corporation price as described in the Proxy Statement/Prospectus*

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

APPLICABLE CONTRACT MONTHS: To be determined

SETTLEMENT PRICES AND POSITIONS: To be determined, pending the end of “when-issued” trading in NXTL.

BACKGROUND: On July 13, 2005, Shareholders of Nextel Communications, Inc. (“NXTL”) will vote to approve the proposed merger with Sprint Corporation (“FON”). If the merger is consummated, each existing NXTL Common Share will be converted into the right to receive 1.28 Series 1 Common Shares of the new combined company, “Sprint Nextel Corporation”, plus cash valued at .02 times the average Sprint Nextel Corporation price as described in the Joint Proxy Statement/Prospectus. The stock and cash considerations are subject to adjustments. Cash will be paid in lieu of fractional shares.

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.