

CORPORATE EVENTS

MEMO # 07-234

DATE: 09/27/07

ACTION:

Parker-Hannifin Corporation ("PH") has announced a 3-for-2 common stock split. **The ex-distribution date for the stock split is Tuesday, October 2, 2007.** The payable date is October 1, 2007. Opening positions and start-of-day prices for October 2nd will be based on final positions and settlement prices from Monday, October 1, 2007. This corporate action will be coordinated with the Options Clearing Corporation.

CATEGORY:

3 for 2 Stock Split

EQUITY SYMBOL:

Parker-Hannifin Corporation (PH)

ONECHICAGO SYMBOL:

PH1C will change to PH2C. New PH1C contracts with a contract unit of 100 shares will be introduced on Tuesday, October 2, 2007. The clearing code for the new PH1C remains PH9.

CME FUTURES SYMBOL:

PH9 will change to PH92
PH9 will be re-listed the following day.

NUMBER OF CONTRACTS:

Unchanged

EFFECTIVE DATE:

Effective the opening of business October 2, 2007 and thereafter.

MULTIPLIER:

100; Unchanged

DELIVERABLE PER CONTRACT:

150 Parker-Hannifin Corporation (PH) Common Shares for PH2C

PH1C will be re-listed for 100 share deliverable.

APPLICABLE CONTRACT MONTHS:

October, December 2007 and March, June 2008

SETTLEMENT PRICES AND POSITIONS:

All outstanding PH1C future contracts outstanding as of Tuesday, October 2, 2007, shall be adjusted to require the per-contract delivery or receipt of 150 shares of Parker-Hannifin Corporation common stock ("PH"). Settlement prices are unchanged.

The underlying price for the deliverable of PH2C futures must be **calculated**, as follows:

$PH2C \text{ (Deliverable)} = 1.5 \text{ (PH)}$

For example, after the contract adjustment, if PH closes at 33, the PH2C deliverable price would be calculated as follows:

$UWV = 1.5 (33) = 49.50$

Accordingly:

If the previous day's settlement price was 49, and today's settlement price was 49.50, the mark-to-market value would be \$50. That is, $\$.50 \times 100$, **not** $\$.50 \times 150$. At expiration, a long NVDA2C position with a settlement price of 49.50 would yield \$4950 to receive 150 PH 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.