

Advisory Notice

Clearing House

NP 07-27

TO: Clearing Member Firms
FROM: CME Clearing
SUBJECT: **CME GROUP Cash Settled Options on Ethanol Forward Month Swap**
DATE: October 10, 2007

EXCHANGE:	CBOT
PRODUCT NAME:	Cash Settled Options on Ethanol Forward Month Swap
CBOT TICKER SYMBOL:	COS/POS – OTC
INITIAL CLEARING DATE:	October 15, 2007
CONTRACT SIZE:	1 CBOT Denatured Fuel Ethanol Forward Month Swap
VALID CONTRACT MONTHS:	In accordance with CBOT Ethanol Forward Month Swaps, Options can be listed on all Swap months that are available for Clearing
CBOT TRADING HOURS:	Open Auction – N/A Electronic – NA OTC - Trades can be submitted to Clearing Sunday – Friday 6:36 pm – 4:00 pm.
CLEARING CODE:	71
MINIMUM PRICE INTERVALS:	\$.001/gal
VALUE PER TICK:	\$14.50
EXERCISE STYLE:	European-Style
STRIKE PRICE INCREMENTS:	5 cent increments (.05)

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STRIKE LISTINGS:

On the first day of trading there will be 21 strikes listed each for puts and calls. The ATM strike is the one closest to the previous day's settlement price on the underlying futures contract.

TERMINATION OF TRADING:

The Trading day before the expiration day of the underlying futures contract. Settlement is in cash. 1:15 p.m Chicago Time.

FINAL SETTLEMENT PRICE:

Final settlement price determined by e-cbot Market Operations at approx. 3:45 p.m. Chicago Time. For calls, the final settlement price is the difference between the settlement price for the underlying Forward Month Swap contract and the option strike price or zero, whichever is greater. For puts, the final settlement price is the difference between the strike price and the underlying Forward Month Swap contract settlement price or zero, whichever is greater. Final settlement prices will be in the combined end of day price file and sent to clearing. Final settlement price also sent over ticker.

POSITION LIMITS:

none

CFTC REPORTABLE NUMBER:

CFTC Contacts – Judy Sepsey, Technical issues, Maggie Sweet, Reportable levels, at 312-596-0609.

PERFORMANCE BOND REQUIREMENTS:

Clearing-Level, to be published by the CME Clearing House.

Customer-Level, to be published by the Chicago Board of Trade.

PRICE CONVENTIONS:

	Trade Price	Strike Price
Actual Price / FIXML format	.281	1.95
TREX Format	0000281	0000195
SPAN / Settlement Price File	0000281	0000195

FOR FURTHER INFORMATION, CONTACT:

Clearing Information:

Performance Bond Requirements:

CME Clearing Services
Risk Management Dept.

(312) 207-2525
(312) 648-3888