



Advisory Notice

Clearing House

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TO: All Firm Personnel
Service Bureau Representatives
Independent Software Vendors

FROM: Clearing House Department

ADVISORY #: NP 05-03

DATE: March 2, 2005

SUBJECT: **REMINDER: New CME European-Style Foreign Currency Options on Euro FX and Japanese Yen – Effective April 3, 2005 – Please note commodity code/ticker symbol change!**

Please note Commodity Code/Ticker Symbol change in bold-faced type below.

Any specifications and price formats not mentioned herein are identical to the existing CME American-style FX option counterpart's specifications. Contract specifications pertinent and unique to these contracts can be found below:

Contract Name(s): CME European-style Options on
Futures on Euro FX and Japanese Yen

Launch Date: Sunday, April 3, 2005 for trade date
April 4, 2005

Trading Hours: CME European style foreign currency
options on futures will trade during the
following hours:

Trading Floor (Monday through Friday):
7:20 a.m. to 2:00 p.m., including the last
day of trading.

CME Globex® (Sunday through
Thursday):

5:00 p.m. (trading opens for the next trade date) to 4:00 p.m. the following day.

Initial Contract Months:

May, June, Sept, and Dec '05, and Mar '06, and April 14, 21, 28, and May 12 Weekly Options.

Straddle, Strangle and Vertical Spread strategies will be listed on CME Globex as deemed necessary. Spreads involving CME European style FX options traded on the trading floor will follow similar spread trading conventions for existing CME American style foreign currency options.

Contract Months Listing Schedule:

The regular options listing schedule includes four March quarterly cycle months, two serial months and four weekly options contracts.

Termination of Trading:

March Quarterly & Monthly Options:

Trading terminates at the close of trading (usually 2:00 p.m. Chicago time) on the second Thursday immediately preceding the third Wednesday of the contract month. If that date is a scheduled Exchange holiday, trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

Weekly Options: Terminate at the close of trading (usually 2:00 p.m. Central Time) on those Thursdays that are not also the termination of trading of a March quarterly or monthly option. If that date is a scheduled Exchange holiday, trading in weekly options shall terminate on the immediately preceding

business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

European-Style Foreign Exchange (FX) Options out-trade sessions will be held on Friday morning during the normal out-trade session for currencies after terminations of the March quarterly, monthly or weekly European-Style FX Options.

Exercise Price:

Listing rules are identical to those of American-style foreign currency options.

Exercise:

All in-the-money options are automatically exercised by the Clearing House on the business day following the termination of trading day for the option. All at and out-of-the-money options are abandoned by the Clearing House on the business day following the termination of trading day for the option. No contrary exercise instructions to the Clearing House will be permitted (e.g., abandon an in-the-money option or exercise an out-of-the-money option). An option is in-the-money if the CME currency fixing price of the underlying futures contract at termination lies above the exercise price in the case of a call, or lies below the exercise price in the case of a put. The CME currency **fixing price** will be determined at 9:00 a.m. Central Time on the day following the termination of trading (usually Friday) and based upon the underlying pit and GLOBEX futures sale prices, weighted by volume where available or bids and offers when sale prices are not available. Details on the tiered procedure to determine the CME currency fixing price for the CME

European-Style FX Options is available in CME Update 04-02, dated Monday, February 9, 2004.

TRADING VENUE:

Regular Trading Hours (RTH-Trading Floor), Side-By-Side on GLOBEX and GLOBEX Electronic Trading Hours.

ALL-OR-NONE TRADING:

All-Or-None (AON) trading for the CME European style Currency options will be allowed at minimum thresholds of 100 contracts. AON Trading will be conducted in the same location as regular pit-trading of the respective currency options pits.

BLOCK TRADING:

Block trading is allowed in the CME European style Currency Options on futures contracts at minimum thresholds of 250 contracts. Block trading of underlying futures contracts is not allowed.

**Commodity Codes/
Ticker Symbols:**

Option Contract	RTH Commodity Code	RTH Ticker Symbol	GLOBEX Ticker Symbol®	AON Symbol	Fixing Symbol
Euro FX	YT	YT	XT	OT*	YT
Japanese Yen	YJ	YJ	XJ	0J	YJ

Weekly Options	Side-by-side Commodity Codes	Side-by-Side Ticker Symbols	Globex Commodity Codes	Globex Ticker Symbols
Euro FX	1T-5T	1T-5T	1Q-5Q*	1Q-5Q*
Japanese Yen	1Y-5Y	1Y-5Y	1O-5O	1O-5O

***Change from previous notification dated February 17, 2005.**

FOR FURTHER INFORMATION, CONTACT:

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Thank you.