



Advisory Notice

Clearing House

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TO: All Firm Personnel
Service Bureau Representatives
Independent Software Vendors

FROM: Clearing House Department

ADVISORY #: NP 04-23

DATE: September 15, 2004

SUBJECT: **Update: X-Funds Index Futures Contracts – Launching October 4, 2004**

INFORMATION UPDATE # 2

Please note updated information in bold-faced type below.

CONTRACT NAME: X-Funds Index Futures (Up to 5)

LISTING DATE: October 4, 2004

DESCRIPTION: X-funds are short-dated futures contracts that have a two-week life span. Each X-fund is comprised of underlying "components" (certain contracts traded at CME and CBOT), which may be either long or short. The X-funds are designed and managed by Commodity Trading Advisors and individuals known as "fund designers". No actual positions are taken in the individual components that comprise the X-funds. Also, positions in the X-funds must be re-established upon expiration, as there is no automatic roll. CME will notify customers after 3:45 p.m. each Thursday prior to the next designated Monday trading session during which X-Funds will be available for a 2-week trading cycle.

Because there will be more than one expiration within a given month, X-funds will be treated like "futures to the day" (analogous to Eurodollar Forward Rate Agreement (FRA) futures). That is, each contract will be identified not only by the contract month and year, but also by the specific day of the month on which it expires. The following table details how they will be identified:

First Trade Date	Last Trade Date & Expiration Date	Clearing Code & "Contract Date"	GLOBEX Id
October 4, 2004	October 15, 2004	X1 20041015	X1V415
October 18, 2004	October 29, 2004	X1 20041029	X1V429
November 1, 2004	November 12, 2004	X1 20041112	X1X412

CONTRACT SIZE:	\$1,000.00 times the X-Funds Index
TRADING HOURS:	10:00 a.m. on the first Monday that begins the 2-week trading cycle (or on the following business day, if Monday is a holiday), to 3:15 p.m.; then 7:20 a.m. to 3:15 p.m. each day thereafter within the two-week trading cycle. (3:15 p.m. on last trading day).
TRADING VENUE:	GLOBEX only
VALID CONTRACTS	Bi-weekly contracts; there will be up to 26 contracts per year for each fund, but only one contract may be listed per fund at any time
COMMODITY CODE:	X1 (for XFUND1), X2 (for XFUND2), X3 (for XFUND3), X4 (for XFUND4), and X5 (for XFUND5)
TICKER SYMBOL:	X1 (for XFUND1), X2 (for XFUND2), X3 (for XFUND3), X4 (for XFUND4), and X5 (for XFUND5)
MINIMUM PRICE INTERVALS:	.10 Index Point
VALUE PER TICK:	.10 Point = \$100.00
TERMINATION OF TRADING:	Trading shall terminate @ 3:15 p.m. Chicago time as specified at the commencement of trading in a particular X-Fund Index futures contract.
FINAL SETTLEMENT PRICE:	All futures contracts remaining open at the termination of trading shall be settled using the X-Fund Index reported by the CBOT for that contract period. The Final Settlement Price is calculated to .01 decimal places.
DELIVERY:	Cash-settled to the X-Fund Index, published by the Chicago Board of Trade for that contract period.
POSITION LIMITS:	1000 Contracts in any one X-Fund.
MINIMUM REPORTABLE LEVEL:	25 contracts.
CFTC REPORTABLE NUMBER:	Contact Judy Sepsey, CFTC, or Maggie Sweet at 312-596-0609.
PERFORMANCE BOND REQUIREMENTS:	To be published by the Clearing House.
CLEARING FEES:	To be published by the Audit Department.

PRICE CONVENTIONS:

	Trade Price
Actual Price	108.60
TREX/TES Format	10860
Unmatched Trade Notice	10860
Trade Register File	10.860
Settlement Price File	10860
SPAN File	10860
GLOBEX Price Entry	10860
GLOBEX Cabinet Price	N/A
APS File Format	10860

FOR FURTHER INFORMATION, CONTACT:

cme.com Inquiries	Customer Service	(800) 331-3332
General Information:	Lisa Amato	(312) 338-2654
	Steve Mazur	(312) 930-2035
GLOBEX Information:	GLOBEX Control Center	(312) 456-2391
Performance Bond Information:	Risk Management Dept.	(312) 648-3888
Position Limits:	Ken Lovett	(312) 930-3257
Settlement/Delivery Information:	Morgan Culverhouse	(312) 930-2892

Thank you.