



Advisory Notice

Clearing House

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TO: All Firm Personnel
FROM: Clearing House Department
ADVISORY #: NP04-04
DATE: 1/16/2004
SUBJECT: **UPDATED:– 3 Month Consumer Price Index (CPI) Futures**

INFORMATION UPDATE # 2

CONTRACT NAME: 3 Month Consumer Price Index (CPI) Futures

LISTING DATE: **Sunday, February 8, 2004**

DESCRIPTION: Listed exclusively on GLOBEX®, the contract is designed such that it resembles a three-month \$1,000,000 notional value Eurodollar contract, with the usual IMM-style quoting convention of 100 minus the contract annualized rate of inflation for a three-month period, where each 0.01 IMM point is worth \$25. However, unlike the Eurodollar futures, trades above 100 are possible in some of the 12 expirations.

CONTRACT SIZE: \$2,500 times Reference CPI Futures Index. The Reference CPI Futures Index is defined as 100.00 minus the annualized inflation rate in the three-month period preceding the contract month based on the Consumer Price Index, U.S. city average for all urban consumers, all items, not seasonally adjusted ("CPI-U" or "CPI")

TRADING HOURS: Traded on GLOBEX on Sundays from 5:30 p.m. to 4:00 p.m. CT the following day; on Mondays through Thursdays from 5:00 p.m. to 4:00 p.m. CT the following day

VALID CONTRACT MONTHS: 12 consecutive "March quarterly cycle" contract months.

COMMODITY CODE:	CU for Clearing; CPI for GLOBEX
TICKER SYMBOL:	CPI
MINIMUM PRICE INTERVALS:	0.005 Index points or \$12.50
DOLLAR VALUE PER TICK:	\$12.50
TERMINATION OF TRADING:	<p>7:00 a.m. Chicago Time on the day CPI announcement is made in the contract month. If the release of the relevant CPI data by the Bureau of Labor Statistics is postponed beyond the contract month, trading ceases at 7:00 a.m. Chicago Time on the first business day of the month.</p> <p>At the initial listing of a contract month, if the scheduled date of the release of the CPI for the contract month is undetermined, the Last Trading Day shall be tentatively set to 7:00 a.m. Chicago Time on the first business day following the contract month. Upon the announcement of the CPI release schedule for the contract month, the Last Trading Day shall be reset to 7:00 a.m. Chicago Time on the scheduled day of CPI release.</p>
FINAL SETTLEMENT PRICE:	By cash settlement on the last day of trading. The final settlement price shall be calculated as 100 less the annualized % change in CPI-U over past 3-months, rounded to four decimal places.
DELIVERY:	Cash-settled.
POSITION ACCOUNTABILITY:	5,000 contracts net long or net short in all contract months combined.
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	98.125
TREX/TES Format	98125
Unmatched Trade Notice	98125
Trade Register Report	98.125
Trade Register File	98.125
Settlement Price File	98125
SPAN File	98125
GLOBEX Price Entry	98125
GLOBEX Cabinet Price	N/A
APS/ACS File Format	98125

FOR FURTHER INFORMATION, CONTACT:

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	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) 648-3259
Settlement/Delivery Information:	Morgan Culverhouse	(312) 930-2892