

Date: Aug. 25, 2008	CME[®] New Product Summary for Clearing Firms, Bookkeeping Software Providers, ISVs
Listing Date	Wednesday, September 3, 2008
Contract Notice	NP 08-09
Contract Name	Hurricane Risk Landfall Options (HuRLOs), offered by Weather Risk Solutions (WRS)
Description	<p>HuRLOs are OTC commodity options on which coastal region along the U.S. Atlantic or Gulf coast a hurricane will make landfall first. For example, the Dec 08 W2FBW HuRLO is automatically exercised and pays to the buyer if the second storm of hurricane-strength following the HuRLO product launch makes landfall in Broward County, Florida.</p> <p>In 2008, seventy-nine different HuRLOs will be available in two series. The first series corresponds to the first storm of hurricane-strength to make landfall on the U.S. Atlantic or Gulf coast, and the second series corresponds to the second such storm to make landfall. If two hurricanes make landfall, then additional series will be listed.</p> <p>HuRLOs are offered by Weather Risk Solutions and are cleared by CME Clearing. For more information see Clearing Advisory 08-188 at www.cme.com/clearing/clr/clradv/Chadv08188.html and the HuRLOs website at www.hurlos.com.</p>
Instrument Type	Cash-settled options which appear in the clearing system as cash-settled options on a non-tradeable synthetic underlying "future".
Ticker Symbols/ Product Codes	<p>HuRLOs have a five-byte product code defined as follows:</p> <ul style="list-style-type: none"> • A W • A digit identifying the "series". For example, the digit 2 identifies the options in the second series of the year, corresponding to the second storm of hurricane-strength to make landfall on the U.S. Atlantic or Gulf Coast in a given hurricane season. • A three-byte code identifying the specific region. The first byte of this code identifies the state, for example F for Florida or T for Texas. For example, W2FBW for the second series for Broward County, Florida. The complete listing of codes is provided below.
Trading Venue	HuRLOs trade on the WRS Electronic Trading Platform™, a web-based interface provided by WRS.
Trading Hours	HuRLOs trade on a 24 by 7 basis, except at such times as trading may be halted as hurricanes approach landfall. The business-date rollover is 4:00pm Chicago time (5:00pm Eastern time) . For example, a trade done Friday at 7:00pm Chicago time will clear as a Monday trade.
Contract Size	Option price is equal to the exact premium amount in USD, and price of the synthetic underlying "future" is equal to the estimated exact settlement amount in USD.
Valid Contract Months	For each hurricane season, all HuRLOs appear as December contracts for that calendar year. For example, in 2008 all HuRLOs will be Dec 08 contracts, and in 2009 they will all be Dec 09 contracts, etc.
Minimum Price Intervals	0.01 = \$0.01
Fees	All fees for HuRLOs will be embedded in the options trade price. HuRLOs will not be processed in CME's Exchange Fee System.

Exercise Style	European-Style automatic exercise.					
Exercise Price Intervals and Listings	All HuRLOs appear in the clearing system as Calls with a strike price of zero.					
Termination of Trading	HuRLOs cease trading at the earlier of: (a) the point immediately prior to a hurricane making landfall that WRS halts trading in that particular series, or (b) the date specified as the final day of trading for that year's hurricane season. For the 2008 hurricane season, the final date and time is 2:00pm Chicago time (3:00pm Eastern time) on Monday, December 15, 2008 .					
Final Settlement Price	Final settlement price for HuRLOs options will be the market price at the time trading is halted. Final settlement price for the synthetic underlying "futures" will be zero for all out-of-the-money contracts and the exact settlement amount for the in-the-money contract.					
Position Limits	None.					
Minimum Reportable Level	Large Trader Reporting is not required for HuRLOs.					
Delivery	By cash settlement					
Price Conventions	"Futures" Price	Options Strike Price	Options Premium	Information Contacts		
Actual Price / FIXML	812.56	0	232.56	Cme.com Inquiries	Customer Service	(800) 331-3332
TREX / SPAN file	0081256	0000000	0023256	General Information	Clearing House	(312) 207-2525
				Performance Bond Information	Risk Management Dept.	(312) 648-3888
				Position Limits	Market Regulation	(312) 648-3259
				Clearing Fees	Clearing Fee Hotline	(312) 648-5470
				CFTC Reportable Levels	Market Regulation	(312) 596-0609

WRS HuRLOs Clearing Product Codes

The **W1** identifies a particular code as being for the **first** hurricane to make landfall in a given season. **W2** identifies the code as for the **second** hurricane to make landfall, etc.

<u>Code</u>	<u>#</u>	<u>State</u>	<u>Region</u>	<u>Code</u>	<u>#</u>	<u>State</u>	<u>Region</u>
W1XLF	0	-	No Landfalls	W1FPI	40	FL	Pinellas
W1TCM	1	TX	Cameron	W1FMH	41	FL	Manatee + Hillsborough
W1TWI	2	TX	Willacy	W1FSA	42	FL	Sarasota
W1TKE	3	TX	Kenedy	W1FCH	43	FL	Charlotte
W1TKL	4	TX	Kleberg	W1FLE	44	FL	Lee
W1TNU	5	TX	Nueces + San Patricio	W1FCO	45	FL	Collier
W1TAR	6	TX	Aransas	W1FMO	46	FL	Monroe
W1TCL	7	TX	Calhoun + Refugio	W1FMD	47	FL	Miami-Dade
W1TMA	8	TX	Matagorda + Jackson	W1FBW	48	FL	Broward
W1TBR	9	TX	Brazoria	W1FPB	49	FL	Palm Beach
W1TGA	10	TX	Galveston + Chambers	W1FMA	50	FL	Martin
W1TJE	11	TX	Jefferson	W1FSL	51	FL	St. Lucie
W1LCA	12	LA	Cameron	W1FIR	52	FL	Indian River
W1LVE	13	LA	Vermilion	W1FBV	53	FL	Brevard
W1LIB	14	LA	Iberia	W1FVO	54	FL	Volusia
W1LSM	15	LA	St. Mary	W1FFL	55	FL	Flagler
W1LTE	16	LA	Terrebonne	W1FSJ	56	FL	St. Johns
W1LLA	17	LA	Lafourche	W1FDU	57	FL	Duval
W1LJE	18	LA	Jefferson	W1FNA	58	FL	Nassau
W1LPL	19	LA	Plaquemines	W1GCA	59	GA	Camden
W1LSB	20	LA	St. Bernard + Orleans + St. Tammany	W1GGL	60	GA	Glynn
W1MHA	21	MS	Hancock + Harrison	W1GMC	61	GA	McIntosh
W1MJA	22	MS	Jackson	W1GLI	62	GA	Liberty + Bryan
W1AMO	23	AL	Mobile	W1GCH	63	GA	Chatham
W1ABA	24	AL	Baldwin	W1SBE	64	SC	Beaufort + Jasper
W1FES	25	FL	Escambia	W1SCO	65	SC	Colleton
W1FSR	26	FL	Santa Rosa	W1SCH	66	SC	Charleston
W1FOK	27	FL	Okaloosa	W1SGE	67	SC	Georgetown
W1FWL	28	FL	Walton	W1SHO	68	SC	Horry
W1FBA	29	FL	Bay	W1NBR	69	NC	Brunswick
W1FGU	30	FL	Gulf	W1NNH	70	NC	New Hanover
W1FFR	31	FL	Franklin	W1NPE	71	NC	Pender
W1FWK	32	FL	Wakulla	W1NON	72	NC	Onslow
W1FJE	33	FL	Jefferson	W1NCA	73	NC	Carteret
W1FTA	34	FL	Taylor	W1GNC	74	Group	Rest of *NC* and VA except Northampton + Accomack
W1FDI	35	FL	Dixie	W1GNJ	75	Group	Northampton + Accomack VA; and MD, DE, *NJ*
W1FLV	36	FL	Levy	W1GNY	76	Group	*NY* and CT
W1FCI	37	FL	Citrus	W1GMA	77	Group	RI, *MA*, NH, York + Cumberland + Sagadahoc ME
W1FHE	38	FL	Hernando				
W1FPA	39	FL	Pasco	W1GME	78	Group	*ME*, from Lincoln to Canadian border