



Advisory Notice

Clearing House

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TO: All Firm Personnel
Service Bureau Representatives
Independent Software Vendors

FROM: Clearing House Department

ADVISORY #: NP 06-10

DATE: April 5, 2006

SUBJECT: **INFORMATION UPDATE #1:** CME Housing Futures and Options—S & P Case-Shiller®
Metro Area Home Price Indices -- ***Effective April 26, 2006 (Tentative)***

PLEASE NOTE THE UPDATED INFORMATION SHOWN BELOW IN BOLD-FACE TYPE

CONTRACT NAME: CME Housing Futures & Options (based on the S & P Case-Shiller Metro Area Home Price Indices-(CSIs))

LISTING DATE: **April 26, 2006 (Tentative)**

DESCRIPTION: The "CSIs" are designed to track the pricing performance of residential housing values. CME intends to list futures and European-style options on ten (10) indices representing housing price performance in the metropolitan areas of Boston, Chicago, Denver, Las Vegas, Los Angeles, Miami, New York, San Diego, San Francisco, Washington D.C., and, an index that represents a composite of the 10 cities.

CONTRACT SIZE:

Futures: \$250 x Index

Options: One Futures contract

TRADING VENUE: The Exchange will trade the CME Housing futures exclusively on the CME Globex® electronic trading system and options on futures exclusively on the Trading Floor.

TRADING HOURS:

Futures: Offered on CME Globex Sundays-Thursdays
5:00 p.m. – 2:00 p.m. Central Time the next day.

Options: Offered on the Trading Floor Mondays-
Fridays 7:20am – 2:00pm Central Time.

VALID CONTRACT MONTHS:

Futures: February, May, August and November

Options: February, May, August and November

INITIAL CONTRACT MONTHS:

Futures: May '06, August '06 and November '06 and February '07

Options: May '06, August '06 and November '06 and February
'07

COMMODITY CODES/TICKER SYMBOLS:

Futures and Options:	Composite Index	CUS
	Boston	BOS
	Chicago	CHI
	Denver	DEN
	Las Vegas	LAV
	Los Angeles	LAX
	Miami	MIA
	New York	NYM
	San Diego	SDG
	San Francisco	SFR
	Washington D.C.	WDC

UNDERLYING CASH INDEX:

Composite Index	CSX
Boston	BOX
Chicago	CHX
Denver	DNX
Las Vegas	LVX
Los Angeles	LXX
Miami	MIX
New York	NYX
San Diego	SDX
San Francisco	SFX
Washington D.C.	WDX

The underlying cash index will be announced once a month (Last Tuesday of the month) and it will be used for informational purposes. During the expiration month, the index will be announced and it will be used as a final settlement for the expiring contract. For trading purposes, the index will only be used for final settlement for the four expiring months. The other eight index releases will be used for informational points, not settlement data.

RELEASE DATE:	The Underlying Cash Index will be determined at 1:15 p.m. Central Time on the last Tuesday of the contract month.
VALID SPREADS:	Futures Calendar spreads for all 10 regions, plus the Composite, will be permitted. Regional spreads (or inter-commodity spreads) for all possible pairs of regions/composite for each February quarterly cycle month will be permitted. <u>Please refer to Exhibit I for more information on available spreads.</u>
DELIVERY:	Cash Settled
EXERCISE:	Strike Prices will be at 1.00 index point intervals
TERMINATION OF TRADING:	Futures trading shall terminate at 12:00 noon Central Time the last Tuesday of the expiration month.
SCHEDULED RELEASE DATE:	1:15 p.m. Central Time on the last Tuesday of the month
BLOCK TRADING:	Minimum Quantity = 20 contracts
MINIMUM PRICE INTERVALS:	0.20 for futures 0.10 for options on futures
VALUE PER TICK:	
Futures:	0.20 index points = \$50.00
Options:	0.10 index points = \$25.00
CABINET OPTION VALUE:	0.05 index points
EXERCISE PRICE INTERVALS:	1.00 index point intervals above and below market price
EXERCISE PRICE LISTINGS:	Dynamically Listed
FINAL SETTLEMENT:	
Futures:	Cash Settled on S & P Case-Shiller Indices of housing prices published by Fiserv CSW Inc. for Boston, Chicago, Denver, Las Vegas, Los Angeles, Miami, New York, San Diego, San Francisco, Washington, DC, and 10-city composite index, on the Release Day.
Options:	European-style options exercised into the associated futures contract, on the Release Day
POSITION LIMITS:	5,000 contracts
MINIMUM REPORTABLE LEVEL:	25 contracts.
CFTC REPORTABLE NUMBER:	Contact Judy Sepsey or Maggie Sweet at 312.596.0609.
PERFORMANCE BOND REQUIREMENTS:	To be announced by the Clearing House.
CLEARING FEES:	To be announced by the Accounting Department.

PRICE CONVENTIONS:

	Futures Trade Price	Option Premium	Exercise Price
Actual Price	\$207.80	\$1.20	\$206.0, \$207.0, \$208.0
TREX	020780	0000120	2060
Trade Register Report	\$207.80	\$1.20	2060
Trade Register FIXML File (MRTR)	\$207.80	\$1.20	2060
Settlement Price File	020780	000120	2060
SPAN File	020780	000120	2060
GLOBEX	20780 (no decimal)	N/A	N/A
GLOBEX Cabinet Price		N/A	
APS FIXML File	020780	000120	2060

FOR FURTHER INFORMATION, CONTACT:

cme.com Inquiries
General Information:

Globex Information:
Performance Bond Information:
Position Limits:
Settlement/Delivery Information:

Customer Service
Products & Services or
Clearing House
Globex Control Center
Risk Management Dept.
Ken Lovett
Delivery Department

(800) 331-3332
(312) 930-8213
(312) 207-2525
(312) 456-2391
(312) 648-3888
(312) 648-3259
(312) 930-3172

EXHIBIT I

SPREADS

Inter-commodity Spreads

Alphabetical sort

Composite	Boston	Chicago	Denver	Las Vegas	Los Angeles	Miami	NY	San Diego	San Francisco	Washington DC
Boston		Chicago	Denver	Las Vegas	Los Angeles	Miami	NY	San Diego	San Francisco	Washington DC
Chicago			Denver	Las Vegas	Los Angeles	Miami	NY	San Diego	San Francisco	Washington DC
Denver				Las Vegas	Los Angeles	Miami	NY	San Diego	San Francisco	Washington DC
Las Vegas					Los Angeles	Miami	NY	San Diego	San Francisco	Washington DC
Los Angeles						Miami	NY	San Diego	San Francisco	Washington DC
Miami							NY	San Diego	San Francisco	Washington DC
NY								San Diego	San Francisco	Washington DC
San Diego									San Francisco	Washington DC
San Francisco										Washington DC

Calendar Spreads

CUSK6 - CUSQ6					MIAK6 - MIAQ6			
CUSK6 - CUSX6	CUSQ6 - CUSX6				MIAK6 - MIAX6	MIAQ6 - MIAX6		
CUSK6 - CUSG7	CUSQ6 - CUSG7	CUSX6 - CUSG7			MIAK6 - MIAG7	MIAQ6 - MIAG7	MIAX6 - MIAG7	
BOSK6 - BOSQ6					NYMK6 - NYMQ6			
BOSK6 - BOSX6	BOSQ6 - BOSX6				NYMK6 - NYMX6	NYMQ6 - NYMX6		
BOSK6 - BOSG7	BOSQ6 - BOSG7	BOSX6 - BOSG7			NYMK6 - NYMG7	NYMQ6 - NYMG7	NYMX6 - NYMG7	
CHIK6 - CHIQ6					SDGK6 - SDGQ6			
CHIK6 - CHIX6	CHIQ6 - CHIX6				SDGK6 - SDGX6	SDGQ6 - SDGX6		
CHIK6 - CHIG7	CHIQ6 - CHIG7	CHIX6 - CHIG7			SDGK6 - SDGG7	SDGQ6 - SDGG7	SDGX6 - SDGG7	
DENK6 - DENQ6					SFRK6 - SFRQ6			
DENK6 - DENX6	DENQ6 - DENX6				SFRK6 - SFRX6	SFRQ6 - SFRX6		
DENK6 - DENG7	DENQ6 - DENG7	DENX6 - DENG7			SFRK6 - SFRG7	SFRQ6 - SFRG7	SFRX6 - SFRG7	
LAVK6 - LAVQ6					WDCK6 - WDCQ6			
LAVK6 - LAVX6	LAVQ6 - LAVX6				WDCK6 - WDCX6	WDCQ6 - WDCX6		
LAVK6 - LAVG7	LAVQ6 - LAVG7	LAVX6 - LAVG7			WDCK6 - WDCG7	WDCQ6 - WDCG7	WDCX6 - WDCG7	
LAXK6 - LAXQ6								
LAXK6 - LAXX6	LAXQ6 - LAXX6							
LAXK6 - LAXG7	LAXQ6 - LAXG7	LAXX6 - LAXG7						