

CORPORATE EVENTS

MEMO # 09-166

DATE: 04/23/09

ACTION: Southside Bancshares Inc. ("SBSI") declared a 5% Stock Dividend to SBSI Shareholders. The Ex-distribution Date will be Friday, April 24, 2009. The Payable Date is May 14, 2009. The Record Date is April 28, 2009.

This corporate event will be coordinated with the Options Clearing Corporation.

CATEGORY: Stock Dividend

EQUITY SYMBOL: Southside Bancshares Inc. ("SBSI")

ONECHICAGO SYMBOL: SBSI1C becomes SBSI2C; a new SBSI1C will be re-listed on Monday, April 27, 2009.

CME FUTURES SYMBOL: **SB8** for the SBSI2C; **SBS** for the re-listed SBSI1C

EFFECTIVE DATE: Effective the opening of April 24, 2009 and thereafter

MULTIPLIER: 100 (e.g., 1.00 equals \$100.00)

NEW DELIVERABLE PER CONTRACT: For the SBSI2C:
105 Southside Bancshares Inc. ("SBSI") Common Shares

For the re-listed SBSI1C:
100 Southside Bancshares Inc. ("SBSI") Common Shares

APPLICABLE CONTRACT MONTHS: May, June, September, December 2009

SETTLEMENT PRICES AND POSITIONS: The underlying price for SBSI2C will be determined as follows:
$$\text{SBSI2C} = 1.05 * \text{SBS}$$

Please note that the valuation would apply only to the SBSI2C deliverable in terms of current market value of the deliverable securities. The resulting price would not be equivalent to the daily settlement price of a futures contract month, whose determination would include cost of money carrying charges, adjustment for dividends, and other factors.

NOTES: The forecasted effect of the upcoming corporate event on each clearing firm's positions can be viewed in infopac in the Corporate Event Initial Forecast Report (ONE712), the Corporate Event Final Forecast Report (ONE713), and the Corporate Event Forecast Audit Report (CPDBU710).

The details after the corporate event has been applied can be viewed in the Corporate Event Activity Report (ONE711).

If you have any questions regarding the information provided in the document, please call CME Clearing Risk Management hotline at (312) 648-3888.