

CORPORATE EVENTS

MEMO # 10-106

DATE: 3/12/10

ACTION:

On March 12, 2010, Shareholders of The Black & Decker Corporation (BDK) voted concerning the proposed merger with The Stanley Works (SWK). The merger was approved and consummated. As a result, each existing BDK Common Share will be converted into the right to receive 1.275 Common Shares of the new combined company- Stanley Black & Decker, Inc.

This action will be coordinated with the Options Clearing Corporation.

CATEGORY:

Merger

EQUITY SYMBOL:

The Black & Decker Corporation (BDK)

ONE CHICAGO SYMBOL:

BDK1C will change to **BDK2C**

CME FUTURES SYMBOL:

BDK will change to **BD9**

MULTIPLIER:

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

EFFECTIVE DATE:

Monday, March 15, 2010

NEW DELIVERABLE PER CONTRACT:

- 1) 127 Stanley Black & Decker, Inc. (SWK) Common Shares
- 2) Cash in lieu of .5 fractional SWK shares*

*The cash portion of the deliverable remains permanently fixed as part of the option deliverable, and does not vary with price changes of securities also included in the deliverable

APPLICABLE CONTRACT MONTHS:

March, April, June and September 2010

SETTLEMENT PRICES AND POSITIONS:

The underlying price for the BDK2C Futures contract deliverable, expressed in term of current market value, would be calculated as follows:

$BDK2C = 1.27 (SWK) + \text{cash in lieu of } .5 \text{ fractional SWK shares}$

Please note that the valuation would apply only to the BDK2C 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 firms' 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).

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