CME Group

Advisory Notice

Clearing House

11-429

TO: Clearing Firms
Bookkeeping Software Providers
ISVs

FROM: CME Clearing

SUBJECT: Strike Price Listing Change and Trading Month Rule Clarification for the Silver Options Contract

DATE: November 28, 2011

Effective Sunday, December 4, 2011, for trade date Monday, December 5, 2011, the Commodity Exchange, Inc. (COMEX or Exchange) will expand the strike price listing rule for its Silver option contract (commodity code SO).

Also effective Sunday, December 4, 2011, for trade date Monday, December 5, 2011, the Exchange will amend Rule 116.02 (Trading Months of Silver Options) in order to clarify the contract month listing rule.

> If the underlying futures price is less than $25.00 per ounce, forty (40) strike prices in $0.05 increments above and below the at-the-money strike price will be listed; and forty (40) strike prices in $0.25 increments above and below the highest and lowest $0.05 increment, respectively, will be listed; and ten (10) strike prices in $1.00 increments above and below the highest and lowest $0.25 increment, respectively, will be listed..
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> If the underlying futures price is greater than $25.00 per ounce, forty (40) strike prices in increments of $0.25 above or below the at-the-money strike price will be listed; and forty (40) strike prices in $1.00 increments above and below the highest and lowest $0.25 increment, respectively, will be listed.
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> If the Exchange determines that trading in silver option contracts will be facilitated thereby, the Exchange may, by resolution, change the increments between strike prices, the number of strike prices which shall be traded on the first day in any new option contract month, the price of the silver futures contract at which a new strike price will be introduced, or the period preceding the expiration of a silver option contract in which no new strike prices may be introduced.

In addition, the Exchange may direct that additional strike prices be added.

Silver options shall be listed for trading on the nearest five of the March, May, July, September, and December futures contracts. The nearest of the January, February, April, June, August, October, and November contract month shall be listed for trading for a period of two months from the current listed month. In addition, July and December options contract months shall be listed for sixty (60) months from the current listed month.

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