

408. Cancellation of Transactions

(j) Fair Market Price.

- (i) The Fair Market Price within the meaning of paragraphs (a) and (b) of this Rule shall be the last traded price before the trade to be cancelled was matched by the Trading System. Provided, however, that for options, if the last traded price cannot be determined or, if in the Exchange's discretion, the last traded price does not correspond to fair market conditions, then the Exchange shall compute the Fair Market Price using the implicit option valuation based upon the price of the underlying futures at the time the trade to be canceled was matched by the Trading System.
- (ii) If the Fair Market Price cannot be determined pursuant to the procedures in paragraph (j)(i), ~~if~~ and the Exchange, in its discretion, determines that the price so determined does not correspond to fair market conditions, or if any Member which is a party to the transaction to be cancelled objects to its cancellation, the Exchange shall determine the Fair Market Price by,
- (A) in the case of Contracts on Treasury instruments, selecting three competent Authorized Traders ("Traders") whose Member does not have an interest in the transaction, and requesting that each Trader calculate a Fair Market Price for the transaction concerned. The Fair Market Price shall be the average of the prices determined by these Traders. If three such Traders cannot be identified or cannot calculate a Fair Market Price, then the Exchange in its discretion shall establish the Fair Market Price;
- (B) in the case of Futures Contracts on Russell Indexes during Core Trading hours as defined in Rules 920(h) and 921(h), employing the procedures set forth in subparagraph (A) above;
- (C) in the case of Futures Contracts on Russell Indexes when outside of the Core Trading hours as defined in Rules 920(h) and 921(h), referring to index valuation information for other indexes and market indicators which the Exchange in its sole discretion determines to be highly correlated with the respective Russell Index.
- (iii) The Fair Market Price determined under this paragraph shall not be subject to appeal.

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415. Block Trade Facility.

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(f) A Member may

- i. Not aggregate separate customer orders to meet the contract minimums set forth in subsection (e) except that a member with total assets under management exceeding \$25 million and who is an investment adviser with the Securities and Exchange Commission, registered as a commodity trading advisor with the Commission, or exempt from any such registration on the condition that any aggregated block trade order executed by such exempt member is suitable for all Customers involved in such block trade or a foreign Person performing a similar role or function and subject as such to foreign regulation may aggregate multiple orders to meet the contract minimums for a Block Trade.
- ii. Not aggregate different legs of a futures contract spread to meet the contract minimums set forth in subsection (e).
- iii. Aggregate different legs of an options contract spread to meet the contract minimums set forth in subsection (e), as long as each leg is at least 200 contracts (or 40 contracts for Jumbo 2 Year U.S. Treasury futures). For a two-leg options trade, the aggregate amount may be less than the contract minimum if each leg is at least 200 contracts.

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- (i) Immediately upon agreeing to enter into the Block Trade transaction, or upon the market's opening (or re-opening) if the transaction is agreed to be entered into by the parties at a time when the market is closed, the Member who is the Block Trade buyer (or whose Customer is the Block Trade buyer) shall report the details of the Block Trade on the screen or by telephonic means as provided by the Exchange. With the exception of Block Trades that consist of at least 2500 U.S. Treasury futures contracts (500 contracts for Jumbo 2 Year U.S. Treasury futures), within 15 minutes of reporting the details of the Block Trade, the Member who is the Block Trade seller (or whose Customer is the Block Trade seller) shall confirm such Block Trade on the screen or by telephonic means as provided by the Exchange. For Block Trades that consist of at least 2500 U.S. Treasury futures contracts, the Member who is the Block Trade seller (or whose Customer is the Block Trade seller) shall confirm such Block Trade within 30 minutes. The Exchange shall immediately notify the parties to the transaction of the details of the Block Trade upon confirmation, and immediately update the Online Time and Sales Report to reflect the transaction.

909. Specifications for Futures Contracts on Three-Year (“3 Year”) U.S. Treasury Notes.

- (g) Reportable Positions: A Person shall report any position that such Person owns or controls in Three-Year U.S. Treasury Note Futures of ~~25~~ 750 contracts or more in any one delivery month.

910. Specifications for Options on Three-Year (“3 Year”) U.S. Treasury Notes.

- (i) Reportable Positions and Position Accountability: The level for reportable positions in options on Short -Term U.S. Treasury Note Futures is ~~25~~ 750 in any one option month. Position Accountability for positions in Three-Year U.S. Treasury Note Futures options shall be determined jointly with positions in the underlying futures in accordance with the Position Accountability provisions of the Three-Year U.S. Treasury Note Futures Rules.