



CME Group

A CME/Chicago Board of Trade/NYMEX Company

October 22, 2008

Mr. David Stawick
Office of the Secretariat
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, N.W.
Washington, DC 20581

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OFFICE OF THE SECRETARIAT

RE: Exchange Certification for Trading in U.S. Dollar / Turkish Lira Futures and Options on Futures, and Euro / Turkish Lira Futures and Options on Futures Contracts, and Amendments to Chapter 7 Delivery Rules.
CME Submission 08-162.

Dear Mr. Stawick:

Chicago Mercantile Exchange Inc. ("CME" or "Exchange") hereby certifies with the Commission contract specifications for U.S. Dollar / Turkish Lira Futures and Options on Futures and Euro / Turkish Lira Futures and Options on Futures contracts. CME may initially list only the two futures contracts for trading and will submit at a later date the specific launch date and initial contract months.

The Exchange intends to list these physically-delivered futures and their options contracts for trading on the CME Globex[®] electronic trading system. CME U.S. Dollar (USD) / Turkish Lira (TRY) and Euro (EUR) / TRY futures and options will expand the CME foreign exchange (FX) product line.

Trading Hours

U.S. Dollar / Turkish Lira and Euro / Turkish Lira Futures and Options on Futures will be traded exclusively on the CME Globex electronic trading system as follows:

Sundays: 3:00 p.m. – 4:00 p.m. Central Time (CT) next day.

Monday - Friday: 5:00 p.m. - 4:00 p.m. CT the next day, except on Friday, when CME Globex[®] platform closes at 4:00 p.m. & reopens Sunday at 3:00 p.m. CT

Contract Specifications

Appendices 1 and 2, respectively, provide contract specifications summary sheets for the U.S. Dollar/Turkish Lira and Euro/Turkish Lira futures and options on futures contracts. Appendices 3, 4, 5 and 6 contain the detailed USD/TRY and EUR/TRY Futures and Options contract terms for insertion into the CME Rulebook. Appendix 7 contains amendments to Chapter 7 to enable physical deliveries of the new futures contracts with deletions bracketed and lined out and additions underlined. Appendix 8 is clean copy of the applicable sections of Chapter 7 which include the approved rule additions.

Futures Contracts' Highlights:

- **Contracts Sizes:** USD/TRY: 200,000 U.S. dollars
EUR/TRY: 125,000 Euro
- **Interbank Quotations:** USD/TRY: Minimum tick = 0.0001 TRY per USD (=20 TRY≈14 USD)
EUR/TRY: Minimum tick = 0.0001 TRY per EUR (=12.5 TRY≈9 USD)
- **Settlement Variation & Performance Bonds:** Turkish lira (TRY)
- **Termination of Futures Trading:** At 12:30 a.m. Central Time on 1st business day before 3rd Wednesday of contract month (this is usually 8:30 a.m. Istanbul/Ankara time, on a Tuesday)
- **Physical Delivery:** On 3rd Wednesday of March, June, September and December contract months

Turkish Lira Performance Bonds & Settlement Variation: The contracts are U.S. dollar and Euro denominated, respectively, i.e., buyers are purchasing USDs or EURs and paying for them with Turkish lira. Interbank terms quotations of TRY per USD and TRY per EUR require daily settlement variation and performance bonds in TRY. CME Clearing has confirmed JP Morgan / Chase, one of four approved settlement banks, will add TRY to its "multicurrency accounts" to enable CME Clearing, its clearing firms and their customers to open TRY accounts for daily mark to market in TRY. Customers (proprietary firms, FCMs and hedge funds) in the U.S. and Europe report settlement variation in TRY will not pose a problem. It is actually preferred, given that spot arbitrage is quoted and handled in the same manner.

Physical Delivery: Delivery is on the third Wednesday of the March, June, September and December quarterly cycle with termination of trading on the immediately preceding business day at 12:30 a.m. Central Time (8:30 a.m. Istanbul/Ankara Time). This aligns the futures delivery at termination with interbank spot trade conventions of one day (tomorrow or TOM) settlement. Currently, there is same-day finality of payment for Turkish lira. However, Turkish lira is not a CLS (Continuous Linked Settlement)-eligible currency, so non-CLS FX delivery procedures apply, including dual orders to pay for both buyers and sellers to secure the deliveries. This same dual orders to pay methodology has been used in the past for both the Israeli shekel futures deliveries (note that CME only recently eliminated the sell side orders to pay for the Israeli shekel) and the South African rand futures deliveries. CME has chosen Citibank as the agent delivery bank for CME's Turkish Lira futures deliveries.

Restrictions on Turkish Banks Trading CME Turkish Lira Futures: A March 2008 fact finding trip to Turkey by CME Group's Research and London Office – FX Products staffs uncovered Capital Markets Board of Turkey (CMBT) restrictions on Turkish banks trading derivative products on foreign exchanges, where the underlying instrument is analogous to offerings on a domestic Turkish exchange. Since the Izmir-based exchange, TurkDEX, trades very small, retail-sized USD/TRY and EUR/TRY futures contracts, Turkish banks are prohibited from "intermediary activities" (brokering customer orders) in the substantially similar foreign exchange's derivative product. Therefore, CME anticipates that most of the trading activity in its Turkish lira futures

and options will come from trading entities based outside of the country of Turkey. Also, please note that CME understands that the Capital Markets Board of Turkey (CMBT) and the Under Secretary of the Treasury of Turkey have these restrictions on domestic Turkish banks under review.

The Exchange certifies that these futures and options contracts and the necessary amendments to the Exchange's deliveries chapter comply with the Act and the rules thereunder.

Members/shareholders will be notified of these new contracts and the associated rule amendments in CME Group Special Executive Report, S-4778, dated Thursday, October 23, 2008.

If you require any additional information regarding this action, please do not hesitate to contact Steve Youngren, at 312-930-4583 or via e-mail at Steve.Youngren@cmegroup.com or me. Please reference our CME Submission #08-162 in any related correspondence.

Sincerely,

/s/ Stephen M. Szarmack
Director and Associate General Counsel

Appendix 1

Term Sheet on CME U.S. Dollar/ New Turkish Lira Futures & Options Contracts (Interbank Terms)

	Futures	Options on Futures
Contract Size	200,000 U.S. Dollars (approximately equal to TRY276,600 as of 10/14/08)	One Futures contract
Sample Quote	1.3830 TRY / USD (AKA "YTL" \approx 0.72307 USD/TRY)	A quote of .0035 represents an option premium of TRY 700 (=200,000 USD x TRY.0035 per USD)
Tick Size	TRY0.0001 per U.S. dollar increments (TRY20/contract). Also, trades can occur in TRY.00005 per U.S. dollar increments (TRY10/contract) for Turkish lira futures intra-currency spreads executed on CME Globex®.	TRY0.0001 per USD = TRY20/contract; also, trades may occur at TRY0.00005 (TRY10), TRY0.00015 (TRY30), TRY0.00025 (TRY50), TRY0.00035 (TRY70), TRY.00045 (TRY90), which are less than five ticks of premium.
Trading Hours	<u>Sundays</u> : 3:00 p.m. - 4:00 p.m. Central Time (CT) next day. <u>Monday - Friday</u> : 5:00 p.m. - 4:00 p.m. CT the next day, except on Friday, when CME Globex® platform closes at 4:00 p.m. & reopens Sunday at 3:00 p.m. CT	Same as the futures.
Months	Six months in March Quarterly Cycle (March, June, September & December)	Four March Quarterlies, Two Serials, Four Weeklies
Last Trading Day	Trading ceases at 12:30 a.m. Central Time on the business day immediately preceding the third Wednesday of the contract month (usually early on Tuesday morning CT, which is 8:30 a.m. Istanbul/Ankara Time on Tuesday)	<u>Quarterly and Serial Options</u> : the second Friday immediately preceding the third Wednesday of the contract month. <u>Weekly Options</u> : the four nearest Fridays that are not also terminations for quarterly and serial options.
Physical Delivery	Physical delivery takes place on the third Wednesday of the contract month, in the country of issuance at a bank designated by the CME Clearing.	NA
Strike Prices	NA	TRY.005 per USD, e.g., TRY1.380, TRY1.385, TRY1.390, etc.
Exercise/ Assignment	NA	American Style: In-the-money options auto-exercised at termination. Options may be exercised until 7:00 p.m. CT on any business day the option is traded, except on the termination of trading day.
Position Accountability	Positions more than 6,000 contracts net long or short in all contract months combined must provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position.	A person owning or controlling a combination of options and underlying futures contracts that exceed 6,000 futures-equivalent contracts net on the same side of the market in all contract months combined, will provide, in a timely fashion, upon CME's request, information regarding the nature of the position.
Spot Position Limits	No more than 2,000 contracts net long or short in the spot month one week prior to termination.	No more than 2,000 futures-equivalent contracts net long or short in the spot month one week prior to termination.
Maximum Price Fluctuation CME Globex:	Price banding in effect at \pm .006 (60 ticks) for outright, \pm .001 (10 ticks) for spreads ¹	Same level of options price banding on CME Globex as for the underlying futures. Trading halted when underlying futures is locked at limit (currently, no price limit in the underlying futures).

Please contact John W. Labuszewski, Managing Director, Equity, FX & Alternative Investments Research at 312-466-7469 or Steven A. Youngren, Associate Director, Financial Product Development at 312-930-4583 for more information.

¹ No price limits. However, for CME Globex trading, automated price banding prevents execution of orders at prices falling outside of the last sale, best bid or best offer and \pm the price band. Price banding prevents the entry of limit orders more than a pre-determined amount above the last price in the case of bids and more than the same pre-determined amount below the last price in the case of offers. The band "shadows" the last foreign exchange futures price as it reacts to new transaction prices, higher bids and lower offers.

Appendix 2

**Term Sheet on CME Euro / New Turkish Lira Futures & Options
Contracts (Interbank Terms)**

	Futures	Options on Futures
Contract Size	125,000 Euro (approximately equal to TRY236,300 ≈ USD170,860 as of 10/14/08)	One Futures contract
Sample Quote	1.8904 TRY/EURO (AKA "YTL" ≈ 0.52899 EUR/TRY)	A quote of .0035 represents an option premium of TRY437.5 (=125,000 Euro x TRY0.0035 per EUR)
Tick Size	.0001 Turkish lira per Euro increments (TRY12.5/contract). Also, trades can occur in TRY0.00005 per Euro increments (TRY6.25/contract) for Turkish lira futures intra-currency spreads executed on CME Globex®.	.0001 Turkish lira per Euro = TRY12.5/contract; also, trades may occur at TRY.00005 (TRY6.25), TRY.00015 (TRY18.75), TRY.00025 (TRY31.25), .00035 (TRY43.75), TRY.00045 (TRY56.25), which are less than five ticks of premium.
Trading Hours	<u>Sundays</u> : 3:00 p.m. - 4:00 p.m. Central Time (CT) next day. <u>Monday - Friday</u> : 5:00 p.m. - 4:00 p.m. CT the next day, except on Friday, when CME Globex® platform closes at 4:00 p.m. & reopens Sunday at 3:00 p.m. CT	Same as the futures.
Months	Six months in March Quarterly Cycle (March, June, September & December)	Four March Quarterlies, Two Serials, Four Weeklies
Last Trading Day	Trading ceases at 12:30 a.m. Central Time on the business day immediately preceding the third Wednesday of the contract month (usually early on Tuesday morning CT, which is 8:30 a.m. Istanbul/Ankara Time on Tuesday)	<u>Quarterly and Serial Options</u> : the second Friday immediately preceding the third Wednesday of the contract month. <u>Weekly Options</u> : the four nearest Fridays that are not also terminations for quarterly and serial options.
Physical Delivery	Physical delivery takes place on the third Wednesday of the contract month, in the country of issuance at a bank designated by the CME Clearing.	NA
Strike Prices	NA	TRY.005 per Euro, e.g., TRY1.885, TRY1.890, TRY1.895, etc.
Exercise/Assignment	NA	American Style: In-the-money options auto-exercised at termination. Options may be exercised until 7:00 p.m. CT on any business day the option is traded, except on the termination of trading day.
Position Accountability	Positions more than 6,000 contracts net long or short in all contract months combined must provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position.	A person owning or controlling a combination of options and underlying futures contracts that exceed 6,000 futures-equivalent contracts net on the same side of the market in all contract months combined, will provide, in a timely fashion, upon CME's request, information regarding the nature of the position.
Spot Position Limits	No more than 2,000 contracts net long or short in the spot month one week prior to termination.	No more than 2,000 futures-equivalent contracts net long or short in the spot month one week prior to termination.
Maximum Price Fluctuation CME Globex:	Price banding in effect at ±.006 (60 ticks) for outright, ±.001 (10 ticks) for spreads ²	Same level of options price banding on CME Globex as for the underlying futures. Trading halted when underlying futures is locked at limit (currently, no price limit in the underlying futures).

Please contact John W. Labuszewski, Managing Director, Equity, FX & Alternative Investments Research at 312-466-7469 or Steven A. Youngren, Associate Director, Financial Product Development at 312-930-4583 for more information.

² No price limits. However, for CME Globex trading, automated price banding prevents execution of orders at prices falling outside of the last sale, best bid or best offer and ± the price band. Price banding prevents the entry of limit orders more than a pre-determined amount above the last price in the case of bids and more than the same pre-determined amount below the last price in the case of offers. The band "shadows" the last foreign exchange futures price as it reacts to new transaction prices, higher bids and lower offers.

Appendix 3

Chapter 272
U.S. Dollar / Turkish Lira Futures

27200. SCOPE OF CHAPTER

This chapter is limited in application to futures trading in Turkish lira versus the U.S. dollar. The procedures for trading, clearing, delivery, settlement and any other matters not specifically contained herein shall be governed by the rules of the Exchange.

27201. FUTURES CALL

27201.A. Trading Schedule

Futures contracts shall be scheduled for trading and delivery during such hours and in such months as may be determined by the Board of Directors.

27201.B. Trading Unit

The unit of trading shall be 200,000 U.S. dollars.

27201.C. Price Increments

Minimum price fluctuations shall be in multiples of 0.0001 Turkish lira per U.S. dollar, equivalent to 20 Turkish lira per contract. Trades may also occur in multiples of 0.00005 Turkish lira per U.S. dollar, commonly referred to as one-half tick, for U.S. Dollar / Turkish lira futures intra-currency spreads executed as simultaneous transactions on GLOBEX® pursuant to Rule 542.F.

27201.D. Position Accountability and Spot Month Position Limits

A person owning or controlling more than 6,000 contracts net long or net short in all contract months combined shall provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable; except that in no event shall such person own or control more than 2,000 contracts in the spot month on or after the day one week prior to the termination of trading day. For positions involving options on U.S. Dollar / Turkish lira futures, this rule is superseded by the option position accountability and spot month positions limit rule.

In addition, the Exchange President or his designee or the Business Conduct Committee may require, at their discretion, that such positions not be further increased.

27201.E. Accumulation of Positions

For purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

27201.F. Exemptions

The foregoing spot month position limits shall not apply to bona fide hedge positions meeting the requirements of Regulation 1.3(z)(1) of the CFTC and the rules of the Exchange, and shall not apply to other positions exempted pursuant to Rule 543.

27201.G. Termination of Trading

Futures trading shall terminate at 12:30 a.m. Central Time (CT) on the business day immediately preceding the third Wednesday of the contract month (usually 8:30 a.m. Istanbul/Ankara Time). If the foregoing date for termination is a bank holiday in Chicago or New York City, futures trading shall terminate on the next preceding business day common to Chicago and New York City banks and the Exchange.

27201.H. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract, except that all deliveries must conform to government regulations in force at the time of delivery. If any national or international

government agency or body issues an order, ruling, directive or law that conflicts with the requirements of these rules, such order, ruling, directive or law shall be construed to take precedence and become part of these rules and all open and new contracts shall be subject to such government orders.

27202. SETTLEMENT PROCEDURES

27202.A. Physical Delivery

1. Procedures

In addition to the procedures and requirements contained in this chapter, delivery procedures shall be governed by the rules set forth in Chapter 7.

2. Delivery Days

Delivery shall be made on the third Wednesday of the contract month. If that day is not a business day in the country of delivery or is a bank holiday in either Chicago or New York City, then delivery shall be made on the next day which is a business day in the country of delivery and is not a bank holiday in Chicago or New York City.

27202.B. [Reserved]

27203. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

(Refer to Rule 701. – ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES)

(End Chapter 272)

Appendix 4

Chapter 272A
Options on U.S. Dollar / Turkish Lira Futures

272A00. SCOPE OF CHAPTER

This chapter is limited in application to trading in put and call options on U.S. Dollar / Turkish lira (TRY) futures contracts. The procedures for trading, clearing, inspection, delivery and settlement and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

272A01. OPTION CHARACTERISTICS

272A01.A. Contract Months, Trading Hours, and Trading Halts

Options contracts shall be listed for such contract months (*i.e.*, expirations) and scheduled for trading during such hours, except as indicated below, as may be determined by the Board of Directors. There shall be no trading in any U.S. Dollar / Turkish lira option contract when the primary futures contract for that currency is limit bid or offered.

For purposes of this rule, the primary futures contract shall be defined as the futures contract trading in the lead month configuration in the pit.

For purposes of this rule, Exchange staff for the U.S. Dollar / Turkish lira shall have the responsibility of determining during RTH whether the primary futures contract is limit bid or offered. During Electronic Trading Hours (ETH), the determination shall be made by the GLOBEX Control Center.

272A01.B Trading Unit

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one Turkish lira futures contract as specified in Chapter 272.

272A01.C. Price Increments

The price of an option shall be quoted in Turkish lira per U.S. dollars. Each 0.0001 Turkish lira per U.S. dollar (one point) shall represent 20 Turkish lira. For example, a quote of 0.0075 represents an option price of 1,500 Turkish lira (75 points x 20 Turkish lira per point). The minimum fluctuation shall be one point (also known as one tick). A trade may also occur at a price of TRY 0.00005 per U.S. dollar (TRY 5.00, also known as one-half tick), 0.00015 (TRY 15, also known as one and one-half ticks), TRY 0.00025 (TRY 25, also known as two and one-half ticks), TRY 0.00035 (TRY 35, also known as three and one-half ticks), and TRY 0.00045 (TRY 45, also known as four and one-half ticks).

272A01.D. Underlying Futures Contract

The underlying futures contract is the nearest futures contract in the March quarterly cycle (*i.e.*, March, June, September and December) whose termination of trading follows the option's last day of trading by more than two Exchange business days. This rule applies to March quarterly, serial, and weekly options on U.S. Dollar / Turkish lira futures contracts.

272A01.E. Position Limits and Accountability

A person owning or controlling a combination of options and underlying futures contracts that exceeds 6,000 futures-equivalent contracts net on the same side of the market in all contract months combined for U.S. Dollar / Turkish lira futures and options shall provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable. In addition, the Exchange President or his designee or the Business Conduct Committee may require, at their discretion, that such positions not be further increased. However, in no event shall a person own or control more than 2,000 futures-equivalent contracts in the spot month on or after the day one week prior to the underlying futures termination of trading day for the U.S. Dollar / Turkish lira.

For the purpose of this rule, the futures equivalent of an option contract is 1 times the previous business day's IOM risk factor for the option series. Also for purposes of this rule, a long call option, a short put option and a long underlying futures contract are on the same side of the market; similarly, a short call option, a long put option and a short underlying futures contract are on the same side of the market.

272A01.F. Accumulation of Positions

For the purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

272A01.G. Exemptions

The forgoing position limits shall not apply to commercially appropriate risk reducing option positions defined in accordance with Regulation 1.3(z)(1) of the CFTC and meeting the requirements of Rule 543.A. and shall not apply to other option positions exempted pursuant to Rule 543.

272A01.H. Termination of Trading

1. Monthly Options in the March Quarterly Cycle ("Quarterly Options")

Trading in monthly options in the March quarterly cycle (*i.e.*, March, June, September and December) shall terminate at the close of trading on the second Friday immediately preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, trading in monthly options shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

2. Monthly Options Not in the March Quarterly Cycle ("Serial Options")

Trading in monthly options not in the March quarterly cycle (*i.e.*, January, February, April, May, July, August, October and November) shall terminate at the close of trading on the second Friday immediately preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, trading in monthly options shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

3. Weekly Options

Trading in weekly options shall terminate at the close of trading on those Fridays that are not also the termination of trading of a monthly option as described in the preceding sections 1 and 2. If the foregoing date for termination is a scheduled Exchange holiday, trading in weekly options shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

272A01.I. Contract Modification

Specifications shall be fixed as of the first day of trading of a contract except that all options must conform to government regulations in force at the time of exercise. If the U.S. government, an agency, or duly constituted body thereof issues an order, ruling, directive, or law inconsistent with these rules, such order, ruling, directive, or law shall be construed to become part of these rules and all open and new options contracts shall be subject to such governmental orders.

272A01.J. Exercise Prices

Regular exercise prices shall be stated in terms of Turkish lira per U.S. dollar at intervals of TRY 0.005 per U.S. dollar, *e.g.*, TRY 1.220, TRY 1.225, TRY 1.230, *etc.*

272A02. LISTING OF EXERCISE PRICES

1. Monthly Options in the March Quarterly Cycle ("Quarterly Options")

At the commencement of trading in a contract month, the Exchange shall list put and call options at the regular exercise price that is nearest the previous day's settlement price of the underlying futures contract. For options on U.S. Dollar / Turkish lira futures, the Exchange shall list put and call options at the next twenty-four higher and next twenty-four lower regular exercise prices.

When a sale, bid, offer, or settlement price in the underlying futures occurs within half a regular exercise price interval of the twenty-fourth highest or twenty-fourth lowest existing regular exercise price for options on U.S. Dollar / Turkish lira futures, put and call options at the next higher or next lower regular exercise price shall be listed for trading on the next trading day. New options may be listed for trading up to and including the termination of trading. The Board may modify the provisions governing the

establishment of exercise prices as it deems appropriate.

2. Options Not in the March Quarterly Cycle ("Serial" and "Weekly Options")

Upon demand, the Exchange shall list put and call options at any regular exercise price listed for trading in the next March quarterly cycle futures option that is nearest the expiration of the option. New options may be listed for trading up to and including the termination of trading.

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

272A03. EXERCISE

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of option contracts on U.S. Dollar / Turkish lira futures.

272A03.A. Exercise of Option by Buyer

An option may be exercised by the buyer on any business day that the option is traded. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on any day of exercise except on the termination of trading day.

All U.S. Dollar / Turkish lira options, that are in the money³ and have not been liquidated or exercised prior to the termination of trading, shall be exercised automatically.

272A03.B. Assignment

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the trading day of acceptance by the Clearing House of the exercise notice.

272A04. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

(Refer to Rule 701. – ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES)

**INTERPRETATIONS & SPECIAL NOTICES
RELATING TO CHAPTER 272A**

**CLARIFICATION OF NEW NON-AGRICULTURAL OPTION SPECULATIVE POSITION
LIMIT RULE**

(Special Executive Report S-1618, March 31, 1986)

Please note that the new non-agricultural option speculative position limit rule supersedes the speculative position rule for the underlying futures contract. Therefore, for example, a trader may hold a gross futures position that exceeds the futures position limit rule if that gross position is part of a spread with options, such that the net position across options and futures is less than the applicable limit set in the option rule.

³ An option is in the money if the settlement price of the underlying futures contract at termination lies above the exercise price in the case of a call, or lies below the exercise price in the case of a put.

Appendix 5

Chapter 320 Euro/ Turkish Lira (Euro/ TRY) Cross Rate Futures

32000. SCOPE OF CHAPTER

This chapter is limited in application to futures trading in Euro versus the Turkish lira. The procedure for trading, clearing, delivery, settlement and any other matters not specifically contained herein shall be governed by the rules of the Exchange.

32001. FUTURES CALL

32001.A. Trading Schedule

Futures contracts shall be scheduled for trading and delivery during such hours and in such months as may be determined by the Board of Directors.

32001.B. Trading Unit

The unit of trading shall be 125,000 Euro.

32001.C. Quote Basis

Bids and offers shall be quoted in terms of Turkish lira per Euro, significant to four decimal places, e.g., 1.9174.

32001.D. Price Increments

Minimum price fluctuations shall be in multiples of 0.0001 Turkish lira per Euro, equivalent to 12.5 Turkish lira per contract. Trades may also occur in multiples of .00005 Turkish lira per Euro, commonly referred to as one-half tick, for EURO/TRY futures intra-currency spreads, executed as simultaneous transactions on the trading floor pursuant to Rule 542.A. and on GLOBEX® pursuant to Rule 542.F.

32001.E. Position Accountability and Spot Month Position Limits

A person owning or controlling more than 6,000 contracts net long or net short in all contract months combined shall provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable; except that in no event shall such person own or control more than 2,000 contracts in the spot month on or after the day one week prior to the termination of trading day. For positions involving options on Euro/Turkish lira futures, this rule is superseded by the option position accountability and spot month positions limit rule. For positions involving options on Euro/Turkish lira Cross-Rate futures, this rule is superseded by the option position accountability rule.

32001.F. Accumulation of Positions

For purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

32001.G. Exemptions

The foregoing spot month position limits shall not apply to bona fide hedge positions meeting the requirements of Regulation 1.3(z)(1) of the CFTC and the rules of the Exchange, and shall not apply to other positions exempted pursuant to Rule 543.

32001.H. Termination of Trading

Futures trading shall terminate at 12:30 a.m. Central Time (CT) on the business day immediately preceding the third Wednesday of the contract month (8:30 a.m. Istanbul/Ankara Time). If the foregoing date for termination is a bank holiday in Chicago or New York City, futures trading shall terminate on the next preceding business day common to Chicago and New York City banks and the Exchange.

32001.I. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract, except that all deliveries must conform to government regulations in force at the time of delivery. If any national or international governmental agency or body issues an order, ruling, directive or law that conflicts with the requirements of these rules, such order, ruling, directive or law shall be construed to take precedence and become part of these rules and all open and new contracts shall be subject to such government orders.

32002. SETTLEMENT PROCEDURES

32002.A. Physical Delivery

1. Procedures

In addition to the procedures and requirements contained in this chapter, physical delivery procedures shall be governed by the rules set forth in Chapter 7.

The Euro/ Turkish lira cross-rates traded pursuant to Chapter 320 shall be delivered in banks designated by the Exchange. Buyers of the Euro/ Turkish lira cross-rate futures contract shall deliver the minimum-fluctuation currency (Turkish lira) and receive the trading-unit currency (Euro). Sellers of the Euro / Turkish lira cross-rate futures contract shall deliver the trading-unit currency (Euro) and receive the minimum-fluctuation currency (Turkish lira).

2. Delivery Days

Delivery shall be made on the third Wednesday of the contract month. If that day is not a business day in both countries of delivery or is a bank holiday in either Chicago or New York City, then delivery shall be made on the next day which is a business day in both countries of delivery and is not a bank holiday in Chicago or New York City.

32002.B. [Reserved]

32003. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

(Refer to Rule 701. – ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES)

(End Chapter 320)

Appendix 6

Chapter 320A

Options on Euro / Turkish lira (Euro/ TRY) Cross Rate Futures

320A00. SCOPE OF CHAPTER

This chapter is limited in application to trading in put and call options on Euro / Turkish lira cross-rate futures contracts. The procedures for trading, clearing, inspection, delivery and settlement and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

320A01. OPTION CHARACTERISTICS

320A01.A Contract Months, Trading Hours, and Trading Halts

Options contracts shall be listed for such contract months (i.e., expirations) and scheduled for trading during such hours, except as indicated below, as may be determined by the Board of Directors.

There shall be no trading in any Euro / Turkish lira cross-rate option contract when the primary futures contract for that currency cross-rate is limit bid or offered.

For purposes of this rule, the primary futures contract shall be defined as the futures contract trading in the lead month configuration in the pit.

For purposes of this rule, Exchange staff for the Euro / Turkish lira cross-rate shall have the responsibility of determining during Regular Trading Hours (RTH) whether the primary futures contract is limit bid or offered. During Electronic Trading Hours (ETH), the determination shall be made by the GLOBEX Control Center.

320A01.B. Trading Unit

The trading unit shall be an option to buy, in the case of the call, or to sell, in the case of the put, one Euro / Turkish lira cross-rate futures contract as specified in Chapter 320.

320A01.C. Price Increments

The price of an option shall be quoted in terms of Turkish liras per Euro. Each 0.0001 Turkish lira per Euro (1 point) shall represent 12.5 Turkish lira. For example, a quote of 0.0070 represents an option price of 875 Turkish lira (70 points x 12.5 TRY per 1 point). The minimum fluctuation shall be one point (also known as one tick). A trade may also occur at a price of 0.00005 (6.25 Turkish lira, also known as one-half tick), .00015 (18.75 Turkish lira, also known as one and one-half ticks), .00025 (31.25 Turkish lira, also known as two and one-half ticks), .00035 (43.75 Turkish lira, also known as three and one-half ticks), and .00045 (56.25 Turkish lira, also known as four and one-half ticks).

320A01.D. Underlying Futures Contract

The underlying futures contract is the nearest futures contract in the March quarterly cycle (i.e., March, June, September and December) whose termination of trading follows the option's last day of trading by more than two Exchange business days.

320A01.E. Position Limits and Accountability

A person owning or controlling a combination of options and underlying futures contracts that exceeds 6,000 futures-equivalent contracts net on the same side of the market in all contract months combined for Euro / Turkish lira cross-rate futures and options shall provide, in a timely fashion, upon request to the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable. In addition, the Exchange President or his designee or the Business Conduct Committee may require, at their discretion, that such positions not be further increased. However, in no event shall a person own or control more than 2,000 futures-equivalent contracts in the spot month on or after the day one week prior to the underlying futures termination of trading day for the Euro/ Turkish lira.

For the purpose of this rule, the futures equivalent of an option contract is 1 times the previous business day's IOM risk factor for the option series. Also for purposes of this rule, a long call option, a short put option and a long underlying futures contract are on the same side of the market; similarly, a short call option, a long put option and a short underlying futures contract are on the same side of the market.

320A01.F. Accumulation of Positions

For purposes of this rule, the positions of all accounts directly or indirectly owned or controlled by a person or persons, and the positions of all accounts of a person or persons acting pursuant to an expressed or implied agreement or understanding, and the positions of all accounts in which a person or persons have a proprietary or beneficial interest, shall be cumulated.

320A01.G. Termination of Trading

1. Monthly Options in the March Quarterly Cycle ("Quarterly Options")

Trading in monthly options in the March quarterly cycle (i.e., March, June, September and December) shall terminate at the close of trading on the second Friday immediately preceding the third Wednesday of the contract month. If the foregoing date for termination is an Exchange holiday, trading in monthly options shall terminate on the immediately preceding business day.

2. Monthly Options Not in the March Quarterly Cycle ("Serial Options")

Trading in monthly options not in the March quarterly cycle (i.e., January, February, April, May, July, August, October and November) shall terminate at the close of trading on the second Friday immediately preceding the third Wednesday of the contract month. If the foregoing date for termination is an Exchange holiday, trading in monthly options shall terminate on the immediately preceding business day.

3. Weekly Options

Trading in weekly options shall terminate at the close of trading on those Fridays that are not also the termination of trading of a monthly option as described in the preceding paragraphs 1 and 2. If the foregoing date for termination is an Exchange holiday, trading in weekly options shall terminate on the immediately preceding business day.

320A01.H. Contract Modification

Specifications shall be fixed as of the first day of trading of a contract except that all options must conform to government regulations in force at the time of exercise. If the U.S. government, an agency, or duly constituted body thereof issues an order, ruling, directive, or law inconsistent with these rules, such order, ruling, directive, or law shall be construed to become part of these rules and all open and new options contracts shall be subject to such government orders.

320A01.I. Exercise Prices

Regular exercise prices shall be stated in terms of Turkish lira per Euro at intervals of 0.005, e.g., 1.910, 1.915, 1.920, etc.

320A02. LISTING OF EXERCISE PRICES

1. Monthly Options in the March Quarterly Cycle ("Quarterly Options")

At the commencement of trading in a contract month, the Exchange shall list put and call options at the regular exercise price that is nearest the previous day's settlement price of the underlying futures contract as well as at the next twenty-four higher and next twenty-four lower regular exercise prices.

When a sale, bid, offer, or settlement price in the underlying futures contract occurs within half a regular exercise price interval of the twenty-fourth highest or twenty-fourth lowest existing regular exercise price, put and call options at the next higher or next lower regular exercise price shall be listed for trading on the next trading day. New options may be listed for trading up to and including the termination of trading.

The Board may modify the provisions governing the establishment of exercise prices as it deems appropriate.

2. Options Not in the March Quarterly Cycle ("Serial" and "Weekly Options")

Upon demand, the Exchange shall list put and call options at any exercise price listed for trading in the next March quarterly cycle futures option that is nearest the expiration of the option. Options may be listed for trading up to and including the termination of trading.

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

320A03. EXERCISE

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of option contracts on Euro / Turkish lira cross-rate futures.

320A03.A. Exercise of Option by Buyer

An option may be exercised by the buyer on any business day that the option is traded. To exercise an option the clearing member representing the buyer shall present an exercise notice to the Clearing House by 7:00 p.m. on any day of exercise except on the termination of trading day.

An option that is in the money⁴ and has not been liquidated or exercised prior to the termination of trading, shall be exercised automatically.

320A03.B. Assignment

Exercise notices accepted by the Clearing House shall be assigned through a process of random selection to clearing members with open short positions in the same series. A clearing member to which an exercise notice is assigned shall be notified thereof as soon as practicable after such notice is assigned by the Clearing House, but not later than 45 minutes before the opening of Regular Trading Hours in the underlying futures contract on the following business day.

The clearing member assigned an exercise notice shall be assigned a short position in the underlying futures contract if a call is exercised or a long position if a put is exercised. The clearing member representing the option buyer shall be assigned a long position in the underlying futures contract if a call is exercised and a short position if a put is exercised.

All such futures positions shall be assigned at a price equal to the exercise price of the option and shall be marked to market in accordance with Rule 814 on the trading day of acceptance by the Clearing House of the exercise notice.

320A04. ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES

(Refer to Rule 701. – ACTS OF GOVERNMENT, ACTS OF GOD AND OTHER EMERGENCIES)

(End Chapter 320A)

INTERPRETATIONS & SPECIAL NOTICES RELATING TO CHAPTER 320A

POSITION ACCOUNTABILITY RULE INTERPRETATION FOR CURRENCY FUTURES AND OPTIONS POSITIONS

(CME Update 99-4, March 8, 1999.)

As of European Economic and Monetary Union (EMU) on Friday, January 1, 1999, the new currency of the European Union, the Euro (formerly, the European Currency Unit) and any currency of any country entering EMU became economic substitutes for each other at defined ratios (irrevocable conversion rates to the Euro for national currency units of countries entering EMU). Therefore, given this relationship, the Exchange may aggregate for purposes of position accountability the positions of any Exchange contracts specifying the Euro, Deutsche Mark, or French Franc as either the trading-unit currency or minimum-fluctuation currency. A person's positions in Euro futures, Deutsche Mark futures, French Franc futures, British Pound/Deutsche Mark futures, Deutsche Mark/Japanese Yen futures, Euro/British Pound futures, Euro/Japanese Yen futures, and Euro/Turkish lira futures may be aggregated, and if the aggregate positions exceed the highest position accountability trigger level specified in any of the position accountability rules for the contracts included in the aggregated position, then the Exchange may request information regarding the nature of the position, trading strategy, and hedging information if applicable. A person's positions in options on any of the above delineated futures contracts, shall be aggregated with such person's futures positions on a futures-equivalent basis.

⁴ An option is in the money if the settlement price of the underlying futures contract at termination lies above the exercise price in the case of a call, or lies below the exercise price in the case of a put.

Appendix 7

Proposed Rule Additions are Underlined and Deletions are Lined Out.

NON-CLS (LEGACY) CURRENCY DELIVERIES

Rule 736 is unchanged.

737. FOREIGN CURRENCY BUYER'S DUTIES

Rules 737.A. through 737.C. are unchanged.

737.D. Physical Delivery U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts

A clearing member representing a customer that intends to accept delivery of a Physical Delivery U.S. Dollar / Turkish Lira or Euro / Turkish Lira Contract in liquidation of his position shall, no later than 10:00 a.m. on the last day of trading, present to the Clearing House a Buyer's Non-CLS Delivery Commitment for U.S. Dollar / Turkish Lira or Euro / Turkish Lira Contracts. In addition by 1:00 p.m. on the first day preceding the delivery day that is a business day common to the Exchange, Chicago banks and New York City banks, the clearing member shall either deposit, or present a Bank Order to Pay, an amount in the minimum-fluctuation currency of Turkish Lira equal to the contract value based on the settlement price on the last day of trading. Such deposit shall be in the form of same-day funds to an account at a bank designated by the Clearing House. The bank Order to Pay shall be in a form approved by the Clearing House, and shall promise to pay same-day funds in Turkish Lira on the delivery day.

737.[D]E. Restrictions

From time to time, and frequently without warning, countries change the requirements and the restrictions on non-resident bank accounts. These take various forms including, but not limited to, non-interest-bearing deposit requirements, negative interest rates, prohibitions against investment in the country, ceilings on the amount of deposit and restrictions on the period of time such deposits may be maintained. It is the buyer's responsibility to be familiar with and in conformance with all regulations pertaining to the holding of non-resident bank accounts in the country in which he desired to accept delivery.

738. FOREIGN CURRENCY SELLER'S DUTIES

Rules 738.A. through 738.B. are unchanged.

738.C. Physical Delivery U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts

The clearing member representing a customer making delivery of a Physical Delivery U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contract, in liquidation of his position shall, no later than 10:00 a.m. on the last day of trading, present to the Clearing House a Seller's Non-CLS Delivery Commitment for U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts. In addition by 1:00 p.m. on the first day preceding the delivery day that is a business day common to the Exchange, Chicago banks and New York City banks, the clearing member shall either deposit, or present a Bank Order to Pay, an amount equal to the trading unit of U.S. Dollars for the U.S. Dollar/ Turkish Lira Contract or Euro for the Euro/ Turkish Lira Contract. Such deposit shall be in the form of same-day funds to an account at a bank designated by the Clearing House. The Bank Order to Pay shall be in a form approved by the Clearing House, and shall promise to pay same-day funds on the delivery day. The Seller shall have made all provisions necessary to receive delivery of the minimum-fluctuation currency (Turkish Lira) within the country of issuance. The Seller's clearing member shall be responsible for delivering the trading unit currency (either U.S. Dollars or Euro as appropriate) on the delivery date to a bank designated by the Clearing House. The Exchange reserves the right to eliminate the requirement for sellers to post a Bank Order to Pay in the event that such requirement is no longer deemed necessary to secure the delivery.

Subject to the preceding two paragraphs, if the Seller's Non-CLS Delivery Commitment for U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts is received later than 10:00 a.m. on the last day of trading, but not later than 1:00 p.m. on the same day, the seller's clearing member shall be assessed a fine on a

per-contract basis, the amount to be determined by Exchange staff. Any deliveries memoranda or instructions received subsequent to 1:00 p.m. on the same day, shall be deemed a delivery obligation failure and acted upon in accordance with Rule 743.B.

738.[C]D. Restrictions

From time to time, and frequently without warning, countries change the requirements and the restrictions on non-resident bank accounts. These take various forms including, but not limited to, non-interest-bearing deposit requirements, negative interest rates, prohibitions against investment in the country, ceilings on the amount of deposit and restrictions on the period of time such deposits may be maintained. It is the seller's responsibility to be familiar with and in conformance with all regulations pertaining to the holding of non-resident bank accounts in the country in which he desired to make delivery.

Rule 739 is unchanged.

740. PAYMENTS

The Clearing House shall designate a bank in each foreign country into which foreign currency shall be delivered. These banks shall notify the Clearing House when foreign currency funds have been received. In the case of Currency Contracts, the foreign currency delivery for each customer shall equal the net short value of positions in that foreign currency. Values for positions in contracts with minimum fluctuations denominated in U.S. dollars shall be the contract size. Values for positions in contracts with minimum fluctuations in foreign currency shall be the contract value based on the settlement price on the last day of trading. In the case of Currency Contracts, the Clearing House shall, promptly after receipt of notification that foreign currency funds have been received, transfer the U.S. dollar funds previously deposited by the foreign currency buyer's clearing member to the account of the foreign currency seller's clearing member.

For the U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts, respectively, the Clearing House shall designate a bank in the U.S. and the European Union into which the trading unit currency (respectively, U.S. Dollars or Euro) shall be delivered. These banks shall notify the Clearing House when the trading unit currency funds have been received. In the case of these Currency Contracts, the U.S. Dollar or Euro delivery for each selling customer shall equal the net short value of positions in those currencies. Values for buyer's positions in contracts with minimum fluctuations in Turkish Lira shall be the contract value based on the settlement price on the last day of trading (settlement price times contract size per contract). In the case of U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts, the Clearing House shall, promptly after receipt of notification that Turkish Lira funds have been received, transfer the U.S. dollar or Euro funds, respectively, that were previously deposited by the seller's clearing member to the account of the buyer's clearing member.

Rule 741 is unchanged.

742. DELIVERY NETTING

Rule 742.A. is unchanged.

742.B. Non-CLS Delivered Currency Futures Contracts

To facilitate spread trading between currency products where positions held to termination create offsetting currency payment obligations, the Clearing House may net to the extent possible physical delivery payment obligations by clearing member customer by currency, in accordance with the procedures outlined in the Clearing House Manual of Operations. Clearing members desiring netting of obligations may only net payment obligations that arise from positions belonging to the same beneficial account owner, and shall be required to submit a Delivery Netting Request form, which identifies the final positions and net currency payments of a customer requesting delivery netting, to the Clearing House by 11:00 a.m. on the last day of trading. For U.S. Dollar/ Canadian Dollar, U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts only, such Delivery Netting Request form shall be submitted to the Clearing House by 10:00 a.m. on the last day of trading.

Clearing members may also net delivery obligations within a given currency following the last day of trading in such eligible currency product, except for U.S. Dollar/ Canadian Dollar, U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts. Clearing members may net delivery obligations across all accounts belonging to the same beneficial account owner.

Clearing members are prohibited from netting open positions across customer accounts while a currency contract remains eligible for trading on the Exchange.

Clearing members shall be required to submit a Delivery Netting Request, which identifies the final positions and net currency delivery obligations to the Clearing House by 11:00 a.m. (10:00 a.m. for U.S. Dollar/ Canadian Dollar, U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts), on the last day of trading, in accordance with the procedures outlined in the Clearing House Manual of Operations.

Remainder of chapter is unchanged.

Appendix 8

A Clean Copy of Chapter 7 Rules with the Approved Additions Included.

NON-CLS (LEGACY) CURRENCY DELIVERIES

Rule 736 is unchanged.

738. FOREIGN CURRENCY BUYER'S DUTIES

Rules 737.A. through 737.C. are unchanged.

737.D. Physical Delivery U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts

A clearing member representing a customer that intends to accept delivery of a Physical Delivery U.S. Dollar / Turkish Lira or Euro / Turkish Lira Contract in liquidation of his position shall, no later than 10:00 a.m. on the last day of trading, present to the Clearing House a Buyer's Non-CLS Delivery Commitment for U.S. Dollar / Turkish Lira or Euro / Turkish Lira Contracts. In addition by 1:00 p.m. on the first day preceding the delivery day that is a business day common to the Exchange, Chicago banks and New York City banks, the clearing member shall either deposit, or present a Bank Order to Pay, an amount in the minimum-fluctuation currency of Turkish Lira equal to the contract value based on the settlement price on the last day of trading. Such deposit shall be in the form of same-day funds to an account at a bank designated by the Clearing House. The bank Order to Pay shall be in a form approved by the Clearing House, and shall promise to pay same-day funds in Turkish Lira on the delivery day.

737.E. Restrictions

From time to time, and frequently without warning, countries change the requirements and the restrictions on non-resident bank accounts. These take various forms including, but not limited to, non-interest-bearing deposit requirements, negative interest rates, prohibitions against investment in the country, ceilings on the amount of deposit and restrictions on the period of time such deposits may be maintained. It is the buyer's responsibility to be familiar with and in conformance with all regulations pertaining to the holding of non-resident bank accounts in the country in which he desired to accept delivery.

738. FOREIGN CURRENCY SELLER'S DUTIES

Rules 738.A. through 738.B. are unchanged.

738.C. Physical Delivery U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts

The clearing member representing a customer making delivery of a Physical Delivery U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contract, in liquidation of his position shall, no later than 10:00 a.m. on the last day of trading, present to the Clearing House a Seller's Non-CLS Delivery Commitment for U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts. In addition by 1:00 p.m. on the first day preceding the delivery day that is a business day common to the Exchange, Chicago banks and New York City banks, the clearing member shall either deposit, or present a Bank Order to Pay, an amount equal to the trading unit of U.S. Dollars for the U.S. Dollar/ Turkish Lira Contract or Euro for the Euro/ Turkish Lira Contract. Such deposit shall be in the form of same-day funds to an account at a bank designated by the Clearing House. The Bank Order to Pay shall be in a form approved by the Clearing House, and shall promise to pay same-day funds on the delivery day. The Seller shall have made all provisions necessary to receive delivery of the minimum-fluctuation currency (Turkish Lira) within the country of issuance. The Seller's clearing member shall be responsible for delivering the trading unit currency (either U.S. Dollars or Euro as appropriate) on the delivery date to a bank designated by the Clearing House. The Exchange reserves the right to eliminate the requirement for sellers to post a Bank Order to Pay in the event that such requirement is no longer deemed necessary to secure the delivery.

Subject to the preceding two paragraphs, if the Seller's Non-CLS Delivery Commitment for U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts is received later than 10:00 a.m. on the last day of trading, but not later than 1:00 p.m. on the same day, the seller's clearing member shall be assessed a fine on a

per-contract basis, the amount to be determined by Exchange staff. Any deliveries memoranda or instructions received subsequent to 1:00 p.m. on the same day, shall be deemed a delivery obligation failure and acted upon in accordance with Rule 743.B.

738.D. Restrictions

From time to time, and frequently without warning, countries change the requirements and the restrictions on non-resident bank accounts. These take various forms including, but not limited to, non-interest-bearing deposit requirements, negative interest rates, prohibitions against investment in the country, ceilings on the amount of deposit and restrictions on the period of time such deposits may be maintained. It is the seller's responsibility to be familiar with and in conformance with all regulations pertaining to the holding of non-resident bank accounts in the country in which he desired to make delivery.

Rule 739 is unchanged.

740. PAYMENTS

The Clearing House shall designate a bank in each foreign country into which foreign currency shall be delivered. These banks shall notify the Clearing House when foreign currency funds have been received. In the case of Currency Contracts, the foreign currency delivery for each customer shall equal the net short value of positions in that foreign currency. Values for positions in contracts with minimum fluctuations denominated in U.S. dollars shall be the contract size. Values for positions in contracts with minimum fluctuations in foreign currency shall be the contract value based on the settlement price on the last day of trading. In the case of Currency Contracts, the Clearing House shall, promptly after receipt of notification that foreign currency funds have been received, transfer the U.S. dollar funds previously deposited by the foreign currency buyer's clearing member to the account of the foreign currency seller's clearing member.

For the U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts, respectively, the Clearing House shall designate a bank in the U.S. and the European Union into which the trading unit currency (respectively, U.S. Dollars or Euro) shall be delivered. These banks shall notify the Clearing House when the trading unit currency funds have been received. In the case of these Currency Contracts, the U.S. Dollar or Euro delivery for each selling customer shall equal the net short value of positions in those currencies. Values for buyer's positions in contracts with minimum fluctuations in Turkish Lira shall be the contract value based on the settlement price on the last day of trading (settlement price times contract size per contract). In the case of U.S. Dollar/ Turkish Lira and Euro/ Turkish Lira Contracts, the Clearing House shall, promptly after receipt of notification that Turkish Lira funds have been received, transfer the U.S. dollar or Euro funds, respectively, that were previously deposited by the seller's clearing member to the account of the buyer's clearing member.

Rule 741 is unchanged.

742. DELIVERY NETTING

Rule 742.A. is unchanged.

742.B. Non-CLS Delivered Currency Futures Contracts

To facilitate spread trading between currency products where positions held to termination create offsetting currency payment obligations, the Clearing House may net to the extent possible physical delivery payment obligations by clearing member customer by currency, in accordance with the procedures outlined in the Clearing House Manual of Operations. Clearing members desiring netting of obligations may only net payment obligations that arise from positions belonging to the same beneficial account owner, and shall be required to submit a Delivery Netting Request form, which identifies the final positions and net currency payments of a customer requesting delivery netting, to the Clearing House by 11:00 a.m. on the last day of trading. For U.S. Dollar/ Canadian Dollar, U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts only, such Delivery Netting Request form shall be submitted to the Clearing House by 10:00 a.m. on the last day of trading.

Clearing members may also net delivery obligations within a given currency following the last day of trading in such eligible currency product, except for U.S. Dollar/ Canadian Dollar, U.S. Dollar/ Turkish Lira or Euro/Turkish Lira Contracts. Clearing members may net delivery obligations across all accounts belonging to the same beneficial account owner.

Clearing members are prohibited from netting open positions across customer accounts while a

currency contract remains eligible for trading on the Exchange.

Clearing members shall be required to submit a Delivery Netting Request, which identifies the final positions and net currency delivery obligations to the Clearing House by 11:00 a.m. (10:00 a.m. for U.S. Dollar/ Canadian Dollar, U.S. Dollar/ Turkish Lira or Euro/ Turkish Lira Contracts), on the last day of trading, in accordance with the procedures outlined in the Clearing House Manual of Operations.

Remainder of chapter is unchanged.