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Special Executive Report

S-4096

June 1, 2004

This Special Executive Report contains the following:

Section	Description	Page
1	Urea, DAP and UAN Futures Contracts Begin Trading on June 6, 2004	1
2	Specifications and Rules for Futures Contracts	2
3	Initial Contract Months and Listing Procedures	13
4	Reportable Position Levels	13
5	Membership Access	13
6	Selected Quote Vendors	13
7	GLOBEX Trading Policies	14
8	Performance Bond Requirements	14

1. Urea, DAP and UAN Futures Begin Trading on Sunday, June 6, 2004

Trading in Urea, Diammonium Phosphate (DAP) and Urea Ammonium Nitrate (UAN) futures contracts will begin on Sunday, June 6, 2004 at 5:00pm Chicago time on the GLOBEX[®] system for the trade date of Monday, June 7, 2004. Options will not be listed initially.

Contacts:

Jack Cook, Economist, Research and Product Development, at 312/930-3295
John Harangody, Director, Commodity Products and Services, at 312/466-4437

2. SPECIFICATIONS AND RULES FOR FUTURES CONTRACTS

Products:	Urea-46% Nitrogen DAP-18% Nitrogen, 46% Phosphate UAN-32% Nitrogen
Trading Venue:	GLOBEX [®] System
Contract Size:	100 tons
Quotation:	U.S. dollars per ton
Minimum Price Increment:	\$0.50 per ton (\$50 per contract)
Daily Price Limit:	\$10 per ton (\$1000 per contract) none in last 2 trading days of spot contract
Months Traded:	March, May, July, September and December
Last Trading Day:	Business day prior to 16 th calendar day of the contract month.
Ticker Symbols:	Urea-UF DAP-DP UAN-UL
Settlement:	Delivery via railcar
First Notice Day:	Business day after Last Trading Day
Last Notice Day:	Last business day of contract month
Position Limits:	
Spot month:	200 contracts
Other months:	1000 contracts
Trading Hours:	Sunday-Thursday 5:00 pm to 3:15 pm following day (close at 12:00 p.m. on last day of trading)

The rules for Urea, DAP and UAN futures are as follows:

UREA FUTURES

20400. SCOPE OF CHAPTER

This chapter is limited in application to futures trading of urea. The procedures for trading, inspection, delivery, clearing and settlement, and any other matters not specifically covered herein shall be governed by the Rules of the Exchange.

20401. COMMODITY SPECIFICATIONS

The commodity traded pursuant to this chapter shall be granular urea that is, by weight, 46.0% minimum nitrogen, 0.5% maximum crude moisture as H₂O, 1.5% maximum biuret and a screen analysis of 90% minimum 2mm-4.75mm.

20402. FUTURES CALL

A. Trading Schedule

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

B. Trading Unit

The unit of trading shall be 100 tons of urea.

C. Price Increments

Minimum price fluctuations shall be in multiples of \$.10 per ton.

D. Daily Price Limits

There shall be no trading at a price more than \$10 per ton above or below the previous day's settlement price, except that there shall be no daily price limits in the spot month contract during the last 2 days of trading.

E. Position Limits

No person shall own or control more than:

1. 1,000 contracts long or short in any contract month;
2. 200 contracts long or short in the expiring contract month as of the close of business on the first business day following the first Friday of the contract month.

For positions involving options on Urea futures, this rule is superseded by the option speculative position limit rule.

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.

G. Exemptions

The foregoing position limits shall not apply to bona fide hedging positions meeting the requirements of the Commodity Futures Trading Commission and the rules of the Exchange and shall not apply to other positions exempted pursuant to Rule 543.

H. Termination of Trading

Trading shall terminate on the business day immediately preceding the 16th calendar day of the contract month.

I. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract, except that if any federal governmental agency 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.

20403. SETTLEMENT PROCEDURES

In addition to the procedures and requirements of Chapter 7, the following shall specifically apply to the delivery of Urea:

A. Notice of Intent to Deliver

Seller shall give Notice of Intent to Deliver to the Clearing House prior to 12:00 noon (Chicago Time) on any business day in the contract month after termination of trading.

B. Buyer's Duties

The clearing member assigned the Notice of Intent shall deposit with the Clearing House no later than 10:00 a.m. (Chicago time) on the following business day a wire transfer in an amount equal to 100 times the settlement price, in U.S dollars, on the last day of trading in the contract month.

The buyer shall, within two business days of receipt of the Notice of Intent, submit to the Clearing House shipping instructions, to include consignee, mailing address for samples, point of destination and routing acceptable to the originating carrier.

C. Seller's Duties

The seller shall follow the buyer's shipping instructions within seven business days after receipt of such instructions. In addition, the seller shall prepay the actual freight charges and bill the buyer, through the Clearing House, the lowest published freight rate for covered hopper cars from New Orleans LA to the buyer's destination. The term "lowest published freight rate" refers only to the lowest published "general through rate" and not to rates published in any other rate class. The freight rate used shall be the current tariff rate at the time of shipment, including any applicable surcharges noted in the tariff. Switching charges are considered to be freight costs and can be billed to the buyer through the Clearing House.

If the freight rate to the buyer's destination is not published, the freight charge shall be negotiated between the buyer and seller in accordance with industry practice.

If within two business days of the receipt of the Notice of Intent the buyer has not designated a destination, or if during that time the buyer and seller fail to agree on a negotiated freight charge, the seller shall treat the destination as Chicago, Illinois. If the buyer does not designate a carrier or routing, the seller shall select same according to normal trade practices.

To complete delivery, the seller must deposit with the Clearing House a Delivery Notice, a certificate of chemical analysis from an independent laboratory noting the properties specified in Rule 20401 and a uniform straight bill of lading (or a copy thereof). The foregoing documents must be received by the Clearing House postmarked within fourteen business days of the date of receipt of shipping instructions.

In addition, within one business day after acceptance by the railroad, the Clearing House must receive information (via a telephone call, facsimile or electronic transmission) from the seller giving the car number, unit size and date of acceptance. The date of acceptance by the railroad is the date of the bill of lading, signed and/or stamped by the originating carrier, except when determined otherwise by the Clearing House.

If the seller fails to fulfill its duties within the prescribed time, penalties will be assessed by the Clearing House Manager in accordance with the current penalty schedule.

D. Payment

Upon seller's fulfillment of the delivery, the Clearing House shall transfer to the seller the amount due. Any government duties, fees and charges shall be the responsibility of the seller.

20404. PAR DELIVERY AND SUBSTITUTIONS

A. Par Delivery

Delivery shall be made on track via loaded covered hopper car at the shipping origin.

B. Variations in Quantity

Variations in quantity of the delivery unit between 90 and 105 tons shall be permitted without penalty, but payment shall be made on the basis of the exact quantity delivered.

C. Variations in Quality

Shipments with less than 46.0% total Nitrogen or greater than 0.5% crude moisture as H₂O or greater than 1.5% biuret or with a screen analysis less than 90% 2mm-4.75mm shall not be deliverable.

20405. WEIGHING, SAMPLING AND CLAIMS

A. Weighing

Weighing shall be made at the shipping origin on certified scales.

B. Sampling and Claims

A sample shall be taken at origin by the seller. A single sample, representative of all shipments that day, may be taken. Seller shall, on the business day after acceptance by the railroad, send the sample to a testing services company designated by the Clearing House via overnight delivery. The sample size, container and shipping package must conform to specifications designated by the Clearing House. The seller must indicate on the container the car number(s) that the sample represents.

If the buyer's analysis of the shipment indicates a quality deficiency, the buyer shall submit an analysis and claim in writing to the seller and the Clearing House within 45 calendar days after acceptance by the railroad. In the event that the buyer and seller do not reach agreement on analysis and/or settlement, the sample held for the Clearing House shall be analyzed with results binding on both parties. The expense of the analysis shall be borne by the party in error.

20406. ASSOCIATED COSTS

The costs of all loading, documentation and related services up to the date of shipment shall be borne by the seller. The costs of any demurrage as a result of the procedures in Rule 20405.B shall be borne by the party in error.

Except as noted above, the seller shall assume demurrage charges up to the date of shipment and the buyer shall be responsible for any demurrage after shipment. Any additional freight charges resulting from diversion by the buyer in excess of the actual charges for shipment to the destination specified in the shipping instructions submitted to the Clearing House are the responsibility of the buyer. Any reduction in freight charges that may result from a diversion is not subject to billing adjustment through the Clearing House.

20407. EMERGENCIES, ACTS OF GOD, ACTS OF GOVERNMENT

If the Exchange President determines that an emergency exists or that physical delivery is prevented by a strike, fire, accident, action of government, or act of God, he shall call a special meeting of the Board of Directors or the Business Conduct Committee and arrange for the presentation of evidence respecting the emergency condition. If the Board or Committee determines that an emergency exists, it shall take such action as it deems necessary under the circumstances and its decision shall be binding upon all parties to the contract.

PENALTIES AND FINES

Cause	Penalty / Fine
A. Failure by the seller to properly follow shipping instructions within seven business days after receipt of instructions.	\$200 per business day (assessed against the seller and payable to buyer).
B. Failure by the seller to properly transmit the required information within one business day of railroad acceptance. (Independent of A.)	\$100 per business day (assessed against the seller and payable to buyer).
C. Failure by the seller to mail the prescribed documents to the Clearing House within fourteen business days of receipt of buyer's shipping instructions.	\$100 per business day (assessed against the seller and payable to the Clearing House).
D. Materially incomplete or erroneous delivery forms or material adjustment to delivery forms.	\$150 per car (assessed against the seller and payable to the Clearing House).
E. Failure by the seller to send the sample (in the size, container and package specified by the Clearing House) to the testing service on the business day after acceptance by the railroad	\$100 per business day per portion (assessed against the seller and payable to the Clearing House).

(End Chapter 204)

DIAMMONIUM PHOSPHATE FUTURES

20500. SCOPE OF CHAPTER

This chapter is limited in application to futures trading of Diammonium Phosphate (DAP). The procedures for trading, inspection, delivery, clearing and settlement, and any other matters not specifically covered herein shall be governed by the Rules of the Exchange.

20501. COMMODITY SPECIFICATIONS

The commodity traded pursuant to this chapter shall be granular DAP that is, by weight, 18% total Nitrogen, 46% available P₂O₅, 1% crude moisture as H₂O and a screen analysis of 90% 1mm-4mm.

20502. FUTURES CALL

A. Trading Schedule

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

B. Trading Unit

The unit of trading shall be 100 tons of DAP.

C. Price Increments

Minimum price fluctuations shall be in multiples of \$.50 per ton.

D. Daily Price Limits

There shall be no trading at a price more than \$10 per ton above or below the previous day's settlement price, except that there shall be no daily price limits in the spot month contract during the last 2 days of trading.

E. Position Limits

No person shall own or control more than:

1. 1,000 contracts long or short in any contract month;
2. 200 contracts long or short in the expiring contract month as of the close of business on the first business day following the first Friday of the contract month.

For positions involving options on DAP futures, this rule is superseded by the option speculative position limit rule.

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.

G. Exemptions

The foregoing position limits shall not apply to bona fide hedging positions meeting the requirements of the Commodity Futures Trading Commission and the rules of the Exchange and shall not apply to other positions exempted pursuant to Rule 543.

H. Termination of Trading

Trading shall terminate on the business day immediately preceding the 16th calendar day of the contract month.

I. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract, except that if any federal governmental agency 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.

20503. SETTLEMENT PROCEDURES

In addition to the procedures and requirements of Chapter 7, the following shall specifically apply to the delivery of DAP:

A. Notice of Intent to Deliver

Seller shall give Notice of Intent to Deliver to the Clearing House prior to 12:00 noon (Chicago Time) on any business day in the contract month after termination of trading.

B. Buyer's Duties

The clearing member assigned the Notice of Intent shall deposit with the Clearing House no later than 10:00 a.m. (Chicago time) on the following business day a wire transfer in an amount equal to 100 times the settlement price, in U.S. dollars, on the last day of trading in the contract month.

The buyer shall, within two business days of receipt of the Notice of Intent, submit to the Clearing House shipping instructions, to include consignee, mailing address for samples, point of destination and routing acceptable to the originating carrier.

C. Seller's Duties

The seller shall follow the buyer's shipping instructions within seven business days after receipt of such instructions. In addition, the seller shall prepay the actual freight charges and bill the buyer, through the Clearing House, the lowest published freight rate for covered hopper cars from Central Florida (Bone Valley) to the buyer's destination. The term "lowest published freight rate" refers only to the lowest published "general through rate" and not to rates published in any other rate class. The freight rate used shall be the current tariff rate at the time of shipment, including any applicable surcharges noted in the tariff. Switching charges are considered to be freight costs and can be billed to the buyer through the Clearing House.

If the freight rate to the buyer's destination is not published, the freight charge shall be negotiated between the buyer and seller in accordance with industry practice.

If within two business days of the receipt of the Notice of Intent the buyer has not designated a destination, or if during that time the buyer and seller fail to agree on a negotiated freight charge, the seller shall treat the destination as Chicago, Illinois. If the buyer does not designate a carrier or routing, the seller shall select same according to normal trade practices.

To complete delivery, the seller must deposit with the Clearing House a Delivery Notice, a certificate of chemical analysis from an independent laboratory noting the properties specified in Rule 20501 and a uniform straight bill of lading (or a copy thereof). The foregoing documents must be received by the Clearing House postmarked within fourteen business days of the date of receipt of shipping instructions.

In addition, within one business day after acceptance by the railroad, the Clearing House must receive information (via a telephone call, facsimile or electronic transmission) from the seller giving the car number, unit size and date of acceptance. The date of acceptance by the railroad is the date of the bill of lading, signed and/or stamped by the originating carrier, except when determined otherwise by the Clearing House.

If the seller fails to fulfill its duties within the prescribed time, penalties will be assessed by the Clearing House Manager in accordance with the current penalty schedule.

D. Payment

Upon seller's fulfillment of the delivery, the Clearing House shall transfer to the seller the amount due. Any government duties, fees and charges shall be the responsibility of the seller.

20504. PAR DELIVERY AND SUBSTITUTIONS

A. Par Delivery

Delivery shall be made on track via loaded covered hopper car at the shipping origin.

B. Variations in Quantity

Variations in quantity of the delivery unit between 95 and 105 tons shall be permitted without penalty, but payment shall be made on the basis of the exact quantity delivered.

C. Variations in Quality

A shipment within 0.5% of total Nitrogen below 18% shall not be subject to rejection or discount due to that content. When total Nitrogen is from 17.4% to 17.0%, the shipment shall be discounted by adjusting the invoiced price to equal the delivery price times the total Nitrogen percentage divided by 18%.

A shipment within 0.5% of available P2O5 below 46% shall not be subject to rejection or discount due to that content. When available P2O5 is from 45.4% to 45.0%, the shipment shall be discounted by adjusting the invoiced price to equal the delivery price times the available P2O5 percentage divided by 46%.

If total Nitrogen is from 17.4% to 17.0% and available P2O5 is from 45.4% to 45.0%, the shipment shall be discounted by adjusting the invoiced price to equal the delivery price times the combined total Nitrogen and available P2O5 percentage divided by 64%.

Shipments with less than 17.0% total Nitrogen or less than 45.0% available P2O5 or greater than 2.0% crude moisture as H2O or with a screen analysis less than 90% 1mm-4mm shall not be deliverable.

20505. WEIGHING, SAMPLING AND CLAIMS

A. Weighing

Weighing shall be made at the shipping origin on certified scales.

B. Sampling and Claims

A sample shall be taken at origin by the seller. A single sample, representative of all shipments that day, may be taken. Seller shall, on the business day after acceptance by the railroad, send the sample to a testing services company designated by the Clearing House via overnight delivery. The sample size, container and shipping package must conform to specifications designated by the Clearing House. The seller must indicate on the container the car number(s) that the sample represents.

If the buyer's analysis of the shipment indicates a quality deficiency, the buyer shall submit an analysis and claim in writing to the seller and the Clearing House within 45 calendar days after acceptance by the railroad. In the event that the buyer and seller do not reach agreement on analysis and/or settlement, the sample held for the Clearing House shall be analyzed with results binding on both parties. The expense of the analysis shall be borne by the party in error.

20506. ASSOCIATED COSTS

The costs of all loading, documentation and related services up to the date of shipment shall be borne by the seller. The costs of any demurrage as a result of the procedures in Rule 20505.B shall be borne by the party in error.

Except as noted above, the seller shall assume demurrage charges up to the date of shipment and the buyer shall be responsible for any demurrage after shipment. Any additional freight charges resulting from diversion by the buyer in excess of the actual charges for shipment to the destination specified in the shipping instructions submitted to the Clearing House are the responsibility of the buyer. Any reduction in freight charges that may result from a diversion is not subject to billing adjustment through the Clearing House.

20507. EMERGENCIES, ACTS OF GOD, ACTS OF GOVERNMENT

If the Exchange President determines that an emergency exists or that physical delivery is prevented by a strike, fire, accident, action of government, or act of God, he shall call a special meeting of the Board of Directors or the Business Conduct Committee and arrange for the presentation of evidence respecting the emergency condition. If the Board or Committee determines that an emergency exists, it shall take such action as it deems necessary under the circumstances and its decision shall be binding upon all parties to the contract.

PENALTIES AND FINES

Cause	Penalty / Fine
A. Failure by the seller to properly follow shipping instructions within seven business days after receipt of instructions.	\$200 per business day (assessed against the seller and payable to buyer).
B. Failure by the seller to properly transmit the required information within one business day of railroad acceptance. (Independent of A.)	\$100 per business day (assessed against the seller and payable to buyer).
C. Failure by the seller to mail the prescribed documents to the Clearing House within fourteen business days of receipt of buyer's shipping instructions.	\$100 per business day (assessed against the seller and payable to the Clearing House).
D. Materially incomplete or erroneous delivery forms or material adjustment to delivery forms.	\$150 per car (assessed against the seller and payable to the Clearing House).
E. Failure by the seller to send the sample (in the size, container and package specified by the Clearing House) to the testing service on the business day after acceptance by the railroad	\$100 per business day per portion (assessed against the seller and payable to the Clearing House).

(End Chapter 205)

UREA AMMONIUM NITRATE (UAN) FUTURES

20600. SCOPE OF CHAPTER

This chapter is limited in application to futures trading of Urea Ammonium Nitrate (UAN). The procedures for trading, inspection, delivery, clearing and settlement, and any other matters not specifically covered herein shall be governed by the Rules of the Exchange.

20601. COMMODITY SPECIFICATIONS

The commodity traded pursuant to this chapter shall be 32% total Nitrogen, treated with a standard corrosion inhibitor, with a minimum specific gravity of 1.32 at 60° F and a pH of 6.5-7.5.

20602. FUTURES CALL

A. Trading Schedule

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

B. Trading Unit

The unit of trading shall be 100 tons of UAN.

C. Price Increments

Minimum price fluctuations shall be in multiples of \$.50 per ton.

D. Daily Price Limits

There shall be no trading at a price more than \$10 per ton above or below the previous day's settlement price, except that there shall be no daily price limits in the spot month contract during the last 2 days of trading.

E. Position Limits

No person shall own or control more than:

1. 1,000 contracts long or short in any contract month;
2. 200 contracts long or short in the expiring contract month as of the close of business on the first business day following the first Friday of the contract month.

For positions involving options on UAN futures, this rule is superseded by the option speculative position limit rule.

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.

G. Exemptions

The foregoing position limits shall not apply to bona fide hedging positions meeting the requirements of the Commodity Futures Trading Commission and the rules of the Exchange and shall not apply to other positions exempted pursuant to Rule 543.

H. Termination of Trading

Trading shall terminate on the business day immediately preceding the 16th calendar day of the contract month.

I. Contract Modifications

Specifications shall be fixed as of the first day of trading of a contract, except that if any federal governmental agency 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.

20603. SETTLEMENT PROCEDURES

In addition to the procedures and requirements of Chapter 7, the following shall specifically apply to the delivery of UAN:

A. Notice of Intent to Deliver

Seller shall give Notice of Intent to Deliver to the Clearing House prior to 12:00 noon (Chicago Time) on any business day in the contract month after termination of trading.

B. Buyer's Duties

The clearing member assigned the Notice of Intent shall deposit with the Clearing House no later than 10:00 a.m. (Chicago time) on the following business day a wire transfer in an amount equal to 100 times the settlement price, in U.S dollars, on the last day of trading in the contract month.

The buyer shall, within two business days of receipt of the Notice of Intent, submit to the Clearing House shipping instructions, to include consignee, point of destination and routing acceptable to the originating carrier.

C. Seller's Duties

The seller shall follow the buyer's shipping instructions within seven business days after receipt of such instructions. In addition, the seller shall prepay the actual freight charges and bill the buyer, through the Clearing House, the lowest published freight rate for tank cars from New Orleans LA to the buyer's destination. The term "lowest published freight rate" refers only to the lowest published "general through rate" and not to rates published in any other rate class. The freight rate used shall be the current tariff rate at the time of shipment, including any applicable surcharges noted in the tariff. Switching charges are considered to be freight costs and can be billed to the buyer through the Clearing House.

If the freight rate to the buyer's destination is not published, the freight charge shall be negotiated between the buyer and seller in accordance with industry practice.

If within two business days of the receipt of the Notice of Intent the buyer has not designated a destination, or if during that time the buyer and seller fail to agree on a negotiated freight charge, the seller shall treat the destination as Chicago, Illinois. If the buyer does not designate a carrier or routing, the seller shall select same according to normal trade practices.

To complete delivery, the seller must deposit with the Clearing House a Delivery Notice, a certificate of chemical analysis from an independent laboratory noting the properties specified in Rule 20601 and a uniform straight bill of lading (or a copy thereof). The foregoing documents must be received by the Clearing House postmarked within fourteen business days of the date of receipt of shipping instructions.

In addition, within one business day after acceptance by the railroad, the Clearing House must receive information (via a telephone call, facsimile or electronic transmission) from the seller giving the car number, unit size and date of acceptance. The date of acceptance by the railroad is the date of the bill of lading, signed and/or stamped by the originating carrier, except when determined otherwise by the Clearing House.

If the seller fails to fulfill its duties within the prescribed time, penalties will be assessed by the Clearing House Manager in accordance with the current penalty schedule.

D. Payment

Upon seller's fulfillment of the delivery, the Clearing House shall transfer to the seller the amount due. Any government duties, fees and charges shall be the responsibility of the seller.

20604. PAR DELIVERY AND SUBSTITUTIONS

A. Par Delivery

Delivery shall be made on track via loaded tank car at the shipping origin.

B. Variations in Quantity

Variations in quantity of the delivery unit between 90 and 105 tons shall be permitted without penalty, but payment shall be made on the basis of the exact quantity delivered.

C. Variations in Quality

Shipments with total Nitrogen below 32% but not less than 31.5% shall not be subject to rejection or discount due to that content. Shipments with total Nitrogen less than 31.5%, or with specific gravity less than 1.32 at 60°F, or with pH below 6.5 or above 7.5, shall not be deliverable.

20605. WEIGHING, SAMPLING AND CLAIMS

A. Weighing

Weighing shall be made at the shipping origin on certified scales.

B. Sampling and Claims

A sample shall be taken at origin by the seller. A single sample, representative of all shipments that day, may be taken. Seller shall, on the business day after acceptance by the railroad, send the sample to a testing services company designated by the Clearing House via overnight delivery. The sample size, container and shipping package must conform to specifications designated by the Clearing House. The seller must indicate on the container the car number(s) that the sample represents.

If the buyer's analysis of the shipment indicates a quality deficiency, the buyer shall submit an analysis and claim in writing to the seller and the Clearing House within 45 calendar days after acceptance by the railroad. In the event that the buyer and seller do not reach agreement on analysis and/or settlement, the sample held for the Clearing House shall be analyzed with results binding on both parties. The expense of the analysis shall be borne by the party in error.

20606. ASSOCIATED COSTS

The costs of all loading, documentation and related services up to the date of shipment shall be borne by the seller. The costs of any demurrage as a result of the procedures in Rule 20605.B shall be borne by the party in error.

Except as noted above, the seller shall assume demurrage charges up to the date of shipment and the buyer shall be responsible for any demurrage after shipment. Any additional freight charges resulting from diversion by the buyer in excess of the actual charges for shipment to the destination specified in the shipping instructions submitted to the Clearing House are the responsibility of the buyer. Any reduction in freight charges that may result from a diversion is not subject to billing adjustment through the Clearing House.

20607. EMERGENCIES, ACTS OF GOD, ACTS OF GOVERNMENT

If the Exchange President determines that an emergency exists or that physical delivery is prevented by a strike, fire, accident, action of government, or act of God, he shall call a special meeting of the Board of Directors or the Business Conduct Committee and arrange for the presentation of evidence respecting the emergency condition. If the Board or Committee determines that an emergency exists, it shall take such action as it deems necessary under the circumstances and its decision shall be binding upon all parties to the contract.

PENALTIES AND FINES

Cause	Penalty / Fine
A. Failure by the seller to properly follow shipping instructions within seven business days after receipt of instructions.	\$200 per business day (assessed against the seller and payable to buyer).
B. Failure by the seller to properly transmit the required information within one business day of railroad acceptance. (Independent of A.)	\$100 per business day (assessed against the seller and payable to buyer).
C. Failure by the seller to send the prescribed documents to the Clearing House within fourteen business days of receipt of buyer's shipping instructions.	\$100 per business day (assessed against the seller and payable to the Clearing House).
D. Materially incomplete or erroneous delivery forms or material adjustment to delivery forms.	\$150 per car (assessed against the seller and payable to the Clearing House).
E. Failure by the seller to send the sample (in the size, container and package specified by the Clearing House) to the testing service on the business day after acceptance by the railroad	\$100 per business day per sample (assessed against the seller and payable to the Clearing House).

(End Chapter 206)

If you have any questions about these specifications or rules, please contact Jack Cook, Economist,
Research and Product Development at 312/930-3295.

3. INITIAL CONTRACT MONTHS AND LISTING PROCEDURE

The Exchange will initially list for trading the following futures contract months for Urea and DAP:

* September 2004, December 2004 and March 2005

The Exchange will list the next contract month not yet listed for futures on the business day following termination in trading of the nearby futures contract month.

If you have any questions about these procedures, please contact the GLOBEX® Control Center at 312/456-2391.

4. REPORTABLE POSITION LEVELS FOR FUTURES

For purposes of Rule 561. - REPORTS OF LARGE POSITIONS, the minimum level at which positions must be reported to the Exchange is 25.

If you have any questions about this, please contact Steve Mair, Manager, Market Surveillance, at 312/466-4382.

5. MEMBERSHIP ACCESS

The futures contracts are assigned to the CME division. Per Rule 194, the futures contracts are included in the New Product Access Program.

If you have any questions concerning this matter, please contact Lori Aldinger, Senior Market Analyst, Research and Product Development, at 312/930-2337.

6. SELECTED QUOTE VENDORS

Vendor Name	System Name	Urea	DAP	UAN
CME		UF	DP	UL
Bloomberg	Bloomberg	TCA<comdt>	TAA <comdt>	TIA<comdt>
Bridge	BIS	us@UFF.1	us@DP.1	us@UL.1
CGI Group Inc.	Starquote	UFF	DP	ULA
Comstock	Comstock	UJ	DQ	UL
CQG Inc.	CQG Windows	GUF	DP	UL
DTN		@UF	@DP	@UL
E-Signal	eSignal	UR my	DP my	UL my
E-Signal/BMI	Market Center	UR ym	DP ym	UL ym
Futuresource	Futures Source	FU	DH	UL
Hyperfeed/PC Quote		/FRymG	/DPymG	/ULymG
ILX Systems	ILX Workstation	UZ	XP	MC
Moneyline Telerate		us@uff.1	us@dp.1	us@ul.1
Reuters	IDN (ETH)	0#UFF:	0#DP:	0#UL:
Sungard	PowerPartner	1FU*	1DP*	1UL*
Telesphere	Telesphere	UFFym	DPym	ULym
Track Data	MX	TW'	TS'	UT'
TradeStation		UF	DP	UL

If you have any questions about this information, please contact Laura Sutor, Market Data Analyst, Market Data Operations, at 312/648-5480.

7. **GLOBEX® TRADING POLICIES**

A “no-bust” range of \$3 or less per ton will be applied to all trading in Urea, DAP and UAN futures. In addition, price bands of \$5 per ton and an order quantity limitation of 50 contracts will also apply.

If you have any questions regarding these policies, please contact the GLOBEX® Control Center at 312/456-2391.

8. **PERFORMANCE BONDS FOR FUTURES**

Minimum performance bond requirements for fertilizer products are shown below.

Outrights-Urea

Speculative	Hedge/Member	
I	\$473	\$350
M	\$350	\$350

Outrights-DAP

Speculative	Hedge/Member	
I	\$540	\$400
M	\$400	\$400

Outrights-UAN

Speculative	Hedge/Member	
I	\$338	\$250
M	\$250	\$250

Calendar (intra-commodity) Spreads-all products

Speculative	Hedge/Member	
I	\$100	\$100
M	\$100	\$100

If you have any questions about these requirements, please contact the Risk Control Department at 312/648-3888.