



Special Executive Report

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Increase in the CME Globex® Order Entry Quantity Limits Effective Sunday, January 9, 2005 & Elimination of Post Trade User IDs

On December 2, 2004, the Board approved amendments to the CME Globex order entry quantity limits. The maximum order entry quantity will be increased from 400 to 1,500 contracts for E-Mini™ S&P 500® and E-Mini NASDAQ 100® futures contracts. The order entry quantity on all other stock indexes will be increased from 400 to 500 contracts. Additionally, the order entry quantity on spreads will be increased from 1,000 to 5,000 on all electronically traded equity futures contracts. These changes will become effective Sunday, January 9, 2005.

Note that orders of any quantity may be accepted for stock index futures, and options on stock index futures, for entry on the CME Globex System. However, the Exchange requires orders that exceed a specified quantity to be entered as multiple entries for execution on the CME Globex electronic trading platform. This system feature is intended to guard against possible order entry errors. The Exchange is increasing order entry quantities to the extent that volumes and average order sizes have been increasing and customers have on occasion been unduly constrained by these restrictions.

In addition, the Board has eliminated displaying the opposite side's User ID on a post trade basis for all products trading electronically when technically feasible.

Rules as Amended

(Additions are underlined, deletions are bracketed and overstruck.)

**CHAPTER 5: FLOOR PRIVILEGES –
 TRADING QUALIFICATIONS AND PRACTICES**

557.B. Execution of Orders

1. Orders of any quantity may be accepted for stock index futures and options on stock index futures for entry on the GLOBEX system. ~~[However, orders exceeding 400 contracts must be entered on the GLOBEX system as multiple entries each of which must not exceed 400 contracts.]~~ However, orders exceeding a specified number of contracts as indicated in the table below must be entered on the GLOBEX system as multiple entries, each of which must not exceed the specified number of contracts. This restriction shall not apply to TRAKRS contracts where orders of any quantity may be entered, within normal GLOBEX System limitations.

<u>Market</u>	<u>Futures Order Entry Quantity Restriction</u>	<u>Options Order Entry Quantity Restriction</u>	<u>Futures Calendar Spread Order Entry Quantity Restriction</u>
<u>E-Mini S&P 500 and E-Mini Nasdaq-100 Futures</u>	<u>1,500</u>	<u>1,500</u>	<u>5,000</u>
<u>All Other Stock Index Futures</u>	<u>500</u>	<u>500</u>	<u>5,000</u>

- ~~[6. Calendar spread orders of any quantity may be accepted for stock index futures for entry on the GLOBEX System. However, calendar spread orders for E-Mini S&P 500, E-Mini Nasdaq 100, E-Mini NASDAQ Composite, E-Mini Russell 2000, dollar-denominated Nikkei 225, yen-denominated Nikkei 225, or E-Mini S&P MidCap 400 futures exceeding 1000 contracts per contract month must be entered on the GLOBEX System as multiple entries each of which must not exceed 1000 contracts. Calendar spread orders for other stock index futures exceeding 400 contracts per contract month must be entered on the GLOBEX System as multiple entries each of which must not exceed 400 contracts.]~~

6. Reserved

For more information, please do not hesitate to call Tina Lemieux, Director, Equity Products at 312-930-3151 or Ariel Hantin, Senior Research Analyst, Research & Product Development at 312-559-4951.