



Special Executive Report

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CLARIFICATION OF RULE 20103.D-SETTLEMENT PROCEDURES FOR CME LUMBER

At its Regular Meeting on March 2, the Board of Directors approved the issuance of the following clarification for CME Random Length Lumber futures that reflects longstanding exchange policy and does not change existing CME delivery procedures:

CLARIFICATION OF "FREIGHT RATE" IN RULE 20103.D

Participants in the delivery process for Random Length Lumber futures are reminded that, in keeping with cash market practice and past Exchange policy, any applicable surcharges noted by the rail carrier shall be considered as part of the freight rate and can be billed to the buyer through the CME Clearing House.

If there are any questions about this matter, please contact Jack Cook, Associate Director, Commodity Product Development Department at 312/930-3295 or Paul Peterson, Director, Commodity Product Development Department at 312/930-4587.