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Special Executive Report

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CME Options on One-Month LIBOR futures to Trade in Quarter Ticks

On November 14, 2005, the minimum price variation for the CME Options on One-Month LIBOR futures shall be amended to .0025 IMM index points, or one-quarter tick, for all contract months. Prior to the amendment, the minimum price variation is one-half tick except for the expiring options. The text of the rule amendment is as follows, with additions underlined and deletions bracketed and overstruck.

CHAPTER 453A Options on One-month LIBOR Futures

453A01. OPTION CHARACTERISTICS

453A01.A. Contract Months, Trading Hours, and Trading Halts

[Unchanged]

453A01.B. Trading Unit

[Unchanged]

453A01.C. Minimum Fluctuations

The price of an option shall be quoted in IMM One-Month LIBOR Index points. Each .01 IMM One-Month LIBOR Index point (1 basis point) shall represent \$25. For example, a quote of 0.35 represents an option price of 875 dollars (35 basis points x 25 dollars).

The minimum fluctuation shall be .0025 IMM One-Month LIBOR Index Point (also known as one-quarter tick).

~~[1. Contract Month Whose Underlying Futures Contract Month is the Nearest Expiring Futures Contract Month~~

~~The minimum fluctuation shall be .0025 IMM One Month LIBOR Index point (also known as one quarter tick).~~

~~2. All Contract Months Excluding the Contract Month Whose Underlying Futures Contract Month is the Nearest Expiring Futures Contract Month~~

~~The minimum fluctuation shall be .005 IMM One Month LIBOR Index point (also known as one half tick). Trades may also occur at a price of .0025 IMM One Month LIBOR Index point (\$6.25, also known as one quarter tick), whether or not such trades result in the liquidation of positions for both parties to the trade.]~~

[The remainder of Chapter 453A remains unchanged.]

If you have any questions regarding the foregoing amendments, please contact Mr. Peter Barker, Interest Rate Marketing, at 312-930-8554, or Mr. Richard Co, Research & Product Development, at 312-930-3227.