



Special Executive Report

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1. CME SNOWFALL INDEX FUTURES AND OPTIONS BEGIN TRADING MONDAY, FEBRUARY 27, 2006

CME will launch Snowfall Index futures and options contracts on Monday, February 27, 2006. The following contracts will be listed for trading:

- Monthly Snowfall Index – March 2006, April 2006, October 2006, November 2006, December 2006, January 2007 and February 2007.

CME Snowfall Index futures will trade exclusively on CME® Globex® electronic trading platform.

2. SPECIFICATIONS AND RULES FOR CME SNOWFALL INDEX CONTRACTS

CME SNOWFALL INDEX FUTURES CONTRACT

Contract Size:	\$200 times the respective CME Snowfall Index
Quotation:	CME Snowfall Index Points
Index:	Accumulation of like Snowfall during a Month
Minimum Price Increment:	0.1 CME Snowfall Index Point
Tick Value:	0.1 Point = \$20
Price Bands:	5 Index points (plus or minus) around "CME Last Price" equating to a maximum exposure of \$100 per contract
Months Traded:	October, November, December, January, February, March, April
Termination of Trading:	Trading shall terminate at 9:00 a.m. Chicago time on the first Exchange business day that is at least two calendar days after the futures contract month
Ticker Symbol:	New York = SX Boston = SB
Settlement:	All futures contracts remaining open at the termination of trading shall be settled using the respective CME Snowfall Index reported by Earth Satellite Corporation for that contract month, on the first Exchange business day that is at least two calendar days after the last Friday of the contract month.
Position Limits:	10,000 contracts net long or net short in all contract months combined
Electronic Trading Hours:	5:00 P.M. (5:30 P.M. on Sunday) to 3:15 P.M. the following day (9:00 A.M. on LTD)

OPTIONS ON THE CME SNOWFALL INDEX FUTURES CONTRACT

Contract Size:	1 CME Snowfall Index futures contract
Quotation:	CME Snowfall Index Points
Index:	Accumulation of like Snowfall during a Month
Minimum Price Increment:	0.1 CME Snowfall Index Point (cabinet = .05 CME Snowfall Index Point)
Tick Value:	0.1 Point = \$20
Daily Price Limits:	None
Months Traded:	October, November, December, January, February, March, April
Termination of Trading:	Same date and time as underlying futures
Ticker Symbol:	New York = SX Boston = SB
Strike Price Interval:	0.1 Index Point, e.g. 1.0, 1.1, 1.2 etc.
Exercise:	European Style (Exercised on LTD)
Position Limits:	10,000 futures equivalent contracts net long or net short in all contract months combined
Trading Hours:	8:30 A.M. to 3:15 P.M. (9:00 A.M. on LTD)

The text of the contract rules for CME Snowfall Index futures and options is as follows:

CHAPTER 418
CME Snowfall Index Futures

41800. SCOPE OF CHAPTER

This chapter is limited in application to trading on CME Snowfall Index Futures. The procedures for trading, clearing and settlement, and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

41801. COMMODITY SPECIFICATIONS

Daily snowfall is defined as the total snowfall recorded at a particular location between 12:01 A.M. and 12:00 A.M. midnight as reported by Earth Satellite Corporation.

Monthly snowfall is defined as the sum of daily snowfall values for a particular location for a calendar month. The accumulation period for each contract begins with the first calendar day of the contract month and ends with the last calendar day of the contract month.

The table below lists the cities and their corresponding weather stations:

Listing Cities and Corresponding Weather Stations

New York Central Park (WBAN 94728)
Boston Logan International Airport (WBAN 14739)

41802. FUTURES CALL

41802.A. Trading Schedule

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

41802.B. Size of Trading Unit

The size of the unit of trading shall be \$200 times the respective CME Snowfall Index.

41802.C. Price Increments

The minimum price fluctuation on the respective CME Snowfall Index futures shall be 0.1 (one-tenth) index point and have a value of \$20. Each index point is equal to 1 inch of snowfall.

41802.D. Position Limits

A person shall not own or control more than 10,000 contracts net long or net short in all contract months combined. For positions involving options on the respective CME Snowfall Index futures, this rule is superseded by the option speculative position limit rule.

41802.E. 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.

41802.F. Exemptions

The foregoing 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.

41802.G. Termination of Trading

Futures trading shall terminate at 9:00 A.M. on the first Exchange business day that is at least two calendar days after the futures contract month.

41802.H. Contract Modification

Specifications shall be fixed as of the first day of trading of a contract, except that all contracts must conform to government regulations in force at the time of final settlement. If any U.S. governmental agency or body with jurisdiction over the trading of the contract or with jurisdiction respecting the trading or final settlement of the CME Snowfall Index futures 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 governmental orders.

41802.I [Reserved]

41803. SETTLEMENT PROCEDURES

41803.A. Final Settlement Price

All futures contracts remaining open at the termination of trading shall be settled using the respective CME Snowfall Index reported by Earth Satellite Corporation for that city for that contract month, using the methodology in effect on that date, on the first Exchange business day that is at least two calendar days after the futures contract month. For example, on January 3, 2006, the December 2005 futures contract on the Boston CME Snowfall Index would have been settled at 10.70.

41803.B. Final Settlement

Clearing members holding open positions in a CME Snowfall Index futures contract at the termination of trading in that contract shall make payment to or receive payment from the Clearing House in accordance with normal variation performance bond procedures based on a settlement price equal to the final settlement price.

41804. EMERGENCIES, ACTS OF GOD, ACTS OF GOVERNMENT

If the Exchange President determines that emergency action may be necessary, he shall call a special meeting of the Board of Directors and arrange for the presentation of evidence respecting the emergency condition. If the Board 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.

41805. - 06. [RESERVED]

(End Chapter 418)

INTERPRETATIONS AND SPECIAL NOTICES RELATING TO CHAPTER 418

LIMITATION OF LIABILITY AND DISCLAIMER

Earth Satellite Corporation ("EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. EarthSat makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EarthSat makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting any of the foregoing, in no event shall EarthSat have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

CHAPTER 418A
Options on CME Snowfall Index Futures

418A00. SCOPE OF CHAPTER

This chapter is limited in application to trading in put and call options on CME Snowfall Index futures contracts. The procedures for trading, clearing and settlement and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

418A01. OPTION CHARACTERISTICS

418A01.A. Contract Months and Trading Hours

Options contracts shall be listed for such contract months and scheduled for trading during such hours as may be determined by the Board of Directors.

418A01.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 respective CME Snowfall Index futures contract as specified in Chapter 418.

418A01.C. Minimum Fluctuations

The price of an option shall be quoted in terms of the respective CME Snowfall Index. Each index point represents \$200. For example, a quote of 2 index points represents \$400. The minimum fluctuation shall be 0.1(one-tenth) index point (also known as one tick), equal to \$20.

418A01.D. [Reserved]

418A01.E. Exercise Prices

Exercise prices shall be stated in terms of the respective CME Snowfall Index futures contract. Eligible exercise prices shall also be at intervals of 0.1 (one-tenth) index point (e.g., 1.0, 1.1, 1.2, etc.).

At the commencement of option trading in a contract month, the eligible put and call options are at intervals of 0.1 (one-tenth) index point in a range of 0.1 to 10 index points. 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.

418A01.F. Position Limits

No person shall own or control a combination of options and underlying futures contracts that exceeds 10,000 futures-equivalent contracts net on the same side of the market in all contract months combined.

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.

418A01.G. 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.

418A01.H. Exemptions

The foregoing 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 and shall not apply to other option positions exempted pursuant to Rule 543.

418A01.I. Termination of Trading

Options trading shall terminate on the same date and time as the underlying futures contract.

418A01.J. Contract Modifications

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.

418A02. EXERCISE

In addition to the applicable procedures and requirements of Chapter 7, the following shall apply to the exercise of the CME Snowfall Index options.

418A02.A. Exercise of Option by Buyer

An option may be exercised by the buyer only on the termination of trading day. 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 the day of exercise.

An option that is in the money and has not been liquidated prior to the termination of trading shall, in the absence of contrary instructions delivered to the Clearing House by 7:00 p.m. on the day of expiration by the clearing member representing the option buyer, be exercised automatically.

418A02.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.

418A03. EMERGENCIES, ACTS OF GOD, ACTS OF GOVERNMENT

If exercise or assignment or any precondition or requirement of either is prevented by a strike, fire, accident, act of government or act of God, the seller or buyer shall immediately notify the Exchange President. If the President determines that emergency action may be necessary, he shall call a special meeting of the Board of Directors and arrange for the presentation of evidence respecting the emergency condition. If the Board 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.

(End Chapter 418A)

**INTERPRETATIONS & SPECIAL NOTICES RELATING TO CHAPTER 418A
CLARIFICATION OF NON-AGRICULTURAL OPTION SPECULATIVE POSITION LIMIT RULE**

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

Please note that the non-agricultural option speculative position limit rule, in effect at this time, 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 options rule.

LIMITATION OF LIABILITY AND DISCLAIMER

Earth Satellite Corporation ("EarthSat") grants the Exchange the rights to use various data ("Data") in connection with the trading of futures contracts and options on futures contracts based upon such Data. EarthSat makes no warranty, express or implied, as to the results to be obtained by any person or any entity from the use of the Data in connection with the trading of futures contracts, options on futures contracts or any other use. EarthSat makes no express or implied warranties, and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Data. Without limiting

any of the foregoing, in no event shall EarthSat have any liability for any special, punitive, indirect, or consequential damages (including lost profits), even if notified of the possibility of such damages.

If you have any questions about these rules, please contact Charles Piszczor, Associate Director, Commodity Product Development, at (312) 930-4536.

3. INITIAL CONTRACTS FOR CME SNOWFALL INDEX FUTURES AND OPTIONS TRADING

The Exchange will list for trading the following CME Snowfall Index futures:

- Monthly Snowfall Index – March 2006, April 2006, October 2006, November 2006, December 2006, January 2007 and February 2007.

A new month will be listed on the business day following termination of trading of the nearby month.

These monthly contracts will be eligible for trading in options on futures beginning the same business day as futures.

If you have any questions about these procedures, please contact Charles Piszczor, Associate Director, Commodity Product Development, at (312) 930-4536.

4. INITIAL CME SNOWFALL INDEX OPTIONS STRIKE PRICES

Exercise prices shall be stated in terms of the CME Snowfall Indexes futures contract that is deliverable upon exercise of the option and may be at intervals of 0.1 for all CME Snowfall Indexes levels from 0.1 through 10, e.g., 5.1, 5.2, 5.3 etc.

If you have any questions about strike price listings, please contact Charles Piszczor, Associate Director, Commodity Product Development, at (312) 930-4536.

5. CLEARING & CME GLOBEX FEES FOR CME SNOWFALL INDEX FUTURES AND OPTIONS

Account	Clearing Fees (per side)	Globex Fees (per side)
Equity/Clearing Member	\$0.02	\$0.125
106.I Members and their 100% owned subsidiaries	\$0.02	\$0.125
Rule 106.D Lessees/ Rule 106.F Employees	\$0.07	\$0.125
106 H/N Firms	\$0.12	\$0.125
Customers of Member Firms	\$0.16	\$0.375
Block Trade Surcharge		\$0.44

If you have any questions regarding clearing fees, please contact Julie Balzarini, Accounting, at (312) 648-5470.

6. REPORTABLE POSITION LEVELS FOR CME SNOWFALL INDEX FUTURES AND OPTIONS

For purposes of Rule 817. - REPORTS OF LARGE POSITIONS, the minimum levels at which positions must be reported to the Exchange are as follows for CME Snowfall Index futures and options:

<u>COMMODITY</u>	<u>REPORTABLE LEVEL</u>
CME Snowfall Futures	25 contracts
CME Snowfall Options	25 contracts

If you have any questions about these levels, please contact Joel Koranteng, Market Surveillance, at (312) 466-4372.

7. PERFORMANCE BONDS FOR THE CME SNOWFALL INDEX FUTURES

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

8. CME GLOBEX ERROR TRADE POLICY

The CME Globex error trade policy for all CME Snowfall Indexes calls for a no bust range of 5 index points or less.

If you have any questions, please contact Mr. John Restivo, Director, CME Globex Control Center (GCC), at (312) 648-5475.

9. SELECTED QUOTE VENDORS

If you have any questions, please contact Ms. Laura Sutor, Market Data Analyst, Market Data Operations, at (312) 648-5480.

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