

Chapter 56 Micro Ultra U.S. Treasury Bond Futures

56100. SCOPE OF CHAPTER

This chapter is limited in application to Micro Ultra U.S. Treasury Bond Futures (“futures” or “contract”). In addition to this chapter, futures shall be subject to the general rules and regulations of the Exchange insofar as applicable. The provisions of these rules shall apply to all futures contracts bought or sold on the Exchange for cash settlement based on the daily settlement price on the last trading day. The procedures for trading, clearing and cash settlement of these contracts, and any other matters not specifically covered herein shall be governed by the general rules of the Exchange.

Unless otherwise specified, times referenced herein shall indicate Central Prevailing Time (“CPT”).

56101. CONTRACT SPECIFICATIONS

The settlement price for each contract month for the Micro Ultra U.S. Treasury Bond Futures shall be based on the Ultra U.S. Treasury Bond Futures contract settlement price for the corresponding contract month two (2) business days prior to the named contract month.

56102. TRADING SPECIFICATIONS

56102.A. Trading Schedule

The hours for trading shall be determined by the Exchange. On the last day of trading in the expiring contract, which will be defined as two (2) business days prior to the named contract month, the close of the expiring contract shall be permitted thereafter for a period not to exceed one (1) minute based on the daily settlement price of the Ultra U.S. Treasury Bond Futures contract.

56102.B. Trading Unit

For the Micro Ultra U.S. Treasury Bond Futures, the unit of trading shall be U.S. Treasury bonds having a face value at maturity of ten thousand dollars (\$10,000) or multiples thereof. Please refer to CBOT Rulebook Chapter 40 for more details on the current Contract Grade.

56102.C. Price Increments

Par shall be on the basis of 100 points, with each point equal to \$100 per contract. Contracts shall not be made on any other price basis.

For the Micro Ultra U.S. Treasury Bond Futures, the minimum price fluctuation shall be one thirty-second of one point (equal to \$3.125 per contract), except for intermonth spreads for which the minimum price fluctuation shall be one quarter of one thirty-second of one point (equal to \$0.78125 per contract).

56102.D. Special Price Fluctuation Limits

At the commencement of each trading day, the contracts shall be subject to special price fluctuation limits as set forth in Rule 589 and in the Special Price Fluctuation Limits and Daily Limits Table in the Interpretations & Special Notices Section of Chapter 5.

56102.E. Position Limits, Exemptions, Position Accountability and Reportable Levels

The applicable position limits and/or accountability levels, in addition to the reportable levels, are set forth in the Position Limit, Position Accountability and Reportable Level Table in the Interpretations & Special Notices Section of Chapter 5.

A Person seeking an exemption from position limits for bona fide commercial purposes shall apply to the Market Regulation Department on forms provided by the Exchange, and the Market Regulation Department may grant qualified exemptions in its sole discretion.

Refer to Rule 559 for requirements concerning the aggregation of positions and allowable exemptions from the specified position limits.

56103. FINAL SETTLEMENT

Final settlement under the contracts shall be by cash settlement. Final settlement, following termination of trading for a contract month, will be based on the daily settlement price for the corresponding contract month of the extant Ultra U.S. Treasury Bond Futures (CBOT Rulebook Chapter 40).

For the Micro Ultra U.S. Treasury Bond Futures, the final settlement price will be the daily settlement price for the Ultra U.S. Treasury Bond Futures on two (2) business days prior to the named contract month. The final settlement price will be the daily settlement price for the Ultra U.S. Treasury Bond Futures on the last trading day for Micro Ultra U.S. Treasury Bond Futures that is used to calculate the pays and collects for the expiring contract month.