X-pand into the Future

e u r e x *circular 030/00*

Date: Frankfurt, 14 April 2000
Recipients: All Eurex members and vendors
Authorised by: Andreas Preuß

⚠ Action Required ⚠ High Priority

CBOT / Eurex Alliance – Access Information

Contact: Alliance Member Readiness – Chicago +1 (312) -341-7922
Alliance Member Readiness – Frankfurt +49-(0)69-2101-1520

Content may be most important for:

- **Front Office / Trading**
- **Middle + Back Office**
- **IT / System Administration**
- **Auditing / Security Administration**

Attachments:

1. Access Package - description and attachments:
   A - Alliance Access through Leased Membership
   B - Declaration of Intent
   C - List of Products Available by Membership Type

The attached information package from the CBOT/Eurex Alliance provides details of the requirements for Eurex members wishing to gain access to CBOT products via the Alliance platform.

The major steps in the application procedure are described in the attachment, and the web-site location of membership price information is given.

Attachment A describes the access policy changes, submitted by the CBOT to the CFTC, which will allow Eurex members to lease a CBOT membership.

Attachment B is the declaration of intent, through which Eurex members may register their interest and receive full documentation and information relating to their application.

Attachment C lists the CBOT products currently available, and indicates the class of membership necessary to trade the different categories.

Provided the membership application and connection process is started shortly, it is anticipated that Eurex members will be able to start trading on the Alliance platform in the fourth quarter of 2000.

Eurex Deutschland
Börsenplatz 7 - 11
D-60313 Frankfurt am Main
www.eurexchange.com

Eurex Member Readiness
Tel. +49 (0)69-2101-1700
Fax +49 (0)69-2101-1701

Alternative
Tel. +49 (0)69-9770-1700
Fax +49 (0)69-9770-1701

Management Board:
Dr. Jörg Franke, Otto E. Nägeli
Andreas Preuß, Jürg Spillmann

Chicago Board of Trade

eurex

Access Package Objective

The purpose of this package is to provide Eurex members with information that will enable them to initiate the CBOT membership process in order to trade CBOT products on the CBOT/Eurex Alliance, L.L.C. platform (the Alliance Platform). As an Eurex member, it is anticipated that you will be able to begin trading on the Alliance Platform during the fourth quarter of 2000.

1. Accessing CBOT Products

Eurex members may access CBOT products by having a managerial employee purchase or lease a membership that would be registered for the member firm (Attachment A).

An Application Package for Eurex members with all documents and information required for the CBOT membership application process will be sent to you upon receipt of your Declaration of Intent (Attachment B) by the CBOT/Eurex Alliance Member Readiness team. The process of connecting to the Alliance Platform will be similar to the process of connecting to the Eurex Platform.

Under the current membership structure at the CBOT, there are a fixed number of memberships. As a result, the price of the membership, as well as the lease rate, is not fixed but varies based upon supply and demand.

- The current price information for CBOT membership purchase may be found on the following website:
  - CBOT.com/mplex/reports/seatpri.htm.
- The current price information for CBOT membership lease may be found on the following website:
  - CBOT.com/mplex/reports/leasepri.htm.

The membership purchase price pages are updated hourly and reflect the most recent prices paid for CBOT memberships. The lease price pages are updated each Friday and reflect the most recent prices per month for leases of at least six weeks duration. As an example, Associate membership lease price as of April 7, 2000, was listed as 1-1511, meaning that an Associate membership lease was last executed at $1,511 per month.

Your designated contact in the Member Services and Membership Department of the CBOT who can answer questions about acquiring CBOT membership rights is Maria Fritz. Please call her at (312) 435-3485, or email her at MFRI35@CBOT.com. Additionally, you may direct questions to the CBOT European office at 44-(0)20-7929-0021.

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604
T 312-341-7922
F 312-341-7994

2. CBOT Products on the Alliance Platform

Attachment C is a list of CBOT products that will be available for trading on the Alliance Platform. The membership type that allows the holder to trade the contracts is also indicated in the Attachment. Full memberships entitle the owner to trade all CBOT products. Associate memberships entitle the owner to trade all products except for agricultural commodity products.

3. Monthly Alliance Network Service Charge

The service charges assessed to members for accessing the Alliance Platform are stated below.

- $3,500 per month per member MISS location:
  - Service charges are fully recoverable via transaction fees.
  - For members with multiple MISS locations, cost recovery is based on aggregate transaction fees–not transaction fees generated per location.
  - If the actual sum of transaction fees payable by a member for any given month falls below the total monthly service charges of all its MISS locations, the member will be charged for the difference.

4. Next Steps

If you desire to directly access CBOT products on the Alliance Platform, please complete the attached Declaration of Intent form and fax it to the Alliance Member Readiness team at (312) 341-7994.

List of Attachments:

Attachment ID	Attachment Name	Number of Pages
A	Electronic Access to CBOT through Leased CBOT Memberships for Eurex Members	2
B	Declaration of Intent	2
C	List of CBOT Products Available by Membership Type	3

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604
T 312-341-7922
F 312-341-7994

CBOT/Eurex Alliance

Electronic Access to CBOT through Leased CBOT Memberships for Eurex Members

- Attachment A

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604

Member Readiness
T 312-341-7922
F 312-341-7994

Chicago Board of Trade

eurex

Electronic Access to CBOT through Leased CBOT Memberships for Eurex Members

The CBOT Board of Directors has approved for submission to the CFTC the following changes in access policy in regards to the implementation of the CBOT®/Eurex Alliance electronic trading system:

1. Electronic access through leased CBOT memberships –
   Firms could register as member firms on the basis of delegated (leased) Full or Associate Memberships, subject to the following conditions:

   a) Such firms could engage in non-clearing business only. For clearing status, firms would remain subject to the existing requirements of owning Full Memberships.

   b) Member firm status through leased membership would apply to electronic trading only and would be available only to Eurex participants.

   c) Firms would remain subject to membership application approval requirements and would be required to have a designated primary clearing member.

   d) Member firm status based on Associate Membership would apply only to those contracts eligible for execution within the Associate Membership category.

   e) Eurex members who lease or purchase a CBOT membership will be allowed to conduct proprietary business at member rates and customer business at non-member rates.

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604

Member Readiness
T 312-341-7922
F 312-341-7994

Chicago Board of Trade

eurex

CBOT/Eurex Alliance

Declaration of Intent - Attachment B

Chicago Board of Trade

eurex

Declaration of Intent

CBOT/Eurex Alliance, L.L.C.

141 West Jackson Boulevard

Suite 1520

Chicago, IL 60604

Fax: (312) 341-7994

Applying Company

Name of Company

Address

Name of contact

Phone No. Fax-No.

We intend to apply for electronic access to the CBOT to trade CBOT products on the CBOT/Eurex Alliance, L.L.C. platform (Alliance Platform) In order to initiate the connection process and receive the Application and Connection Packages, we hereby make available the following information:

- The following person is the firm's primary contact for the CBOT/Eurex Alliance platform connection project:

Name, Position, Phone, Fax, e-mail

Place and Date Authorized Signature and Title

CBOT/Eurex Alliance

List of CBOT Products Available by Membership Type

- Attachment C

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604

Member Readiness
T 312-341-7922
F 312-341-7994

Chicago Board of Trade

eurex

List of CBOT Products Available by Membership Type

Financial Products		Associate Member	Full Member
ZB	U S Treasury Bond Futures	√	√
OZB	Options on U S Treasury Bond Futures	√	√
ZN	10-Year U S Treasury Note Futures	√	√
OZN	Options on 10-Year U S Treasury Note Futures	√	√
ZF	5-Year U S Treasury Note Futures	√	√
OZF	Options on 5-Year U S Treasury Note Futures	√	√
ZT	2-Year U S Treasury Note Futures	√	√
OZT	Options on 2-Year U S Treasury Note Futures	√	√
AN	CBOT® Long Term FANNIEMAE® Benchmark and FREDDIEMAC® Reference Note Futures	√	√
OAN	CBOT® Long Term FANNIEMAE Benchmark and FREDDIEMAC Reference Note options on futures	√	√
AF	CBOT® Medium Term FANNIEMAE Benchmark and FREDDIEMAC Reference Note futures	√	√
OAF	CBOT® Medium Term FANNIEMAE Benchmark and FREDDIEMAC Reference Note options on futures	√	√
ZQ	30-Day Fed Funds Futures	√	√
ZU	Long-Term Municipal Bond Index Futures	√	√
OZU	Options on Long-Term Municipal Bond Index Futures	√	√

INDEX – Products		Associate Member	Full Member
ZD	CBOT® Dow Jones℠ Industrial Average* Futures	√	√
OZD	CBOT® Dow Jones℠ Industrial Average* Futures Options	√	√
PI	CBOT® Dow Jones℠ Global Titans* Futures	√	√
OPI	CBOT® Dow Jones℠ Global Titans* Futures Options	√	√
DC	CBOT® Dow Jones℠ Composite Average* Futures	√	√
ODC	CBOT® Dow Jones℠ Composite Average Futures Options	√	√
DT	CBOT ® Dow Jones℠ Transportation Average* Futures	√	√
ODT	CBOT® Dow Jones℠ Transportation Average* Futures Options	√	√
DU	CBOT® Dow Jones℠ Utility Average* Futures	√	√

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604

Member Readiness
T 312-341-7922
F 312-341-7994

Chicago Board of Trade

eurex

INDEX – Products		Associate Member	Full Member
ODU	CBOT® Dow Jones℠ Utility Average Futures Options	√	√
AI	CBOT® Dow Jones℠ AIG Index Futures	√	√
OAI	CBOT® Dow Jones℠ AIG Index Futures Options	√	√
ZP	CBOT® Dow Jones℠ Composite Internet Index* Futures	√	√
OZP	CBOT® Dow Jones℠ Composite Internet* Index Futures Options	√	√

Commodities *(Commodity products will not be available for trading electronically during CBOT open outcry hours.)*		Associate Member	Full Member
ZC	Corn Futures		√
OZC	Options on Corn Futures		√
ZO	Oat Futures		√
OZO	Options on Oat Futures		√
ZR	Rough Rice Futures		√
OZR	Options on Rough Rice Futures		√
ZS	Soybean Futures		√
OZS	Options on Soybean Futures		√
ZL	Soybean Oil Futures		√
OZL	Options on Soybean Oil Futures		√
ZM	Soybean Meal Futures		√
OZM	Options on Soybean Meal Futures		√
ZW	Wheat Futures		√
OZW	Options on Wheat Futures		√
ZH	100-ounce Gold Futures		√
ZF	5,000-ounce Silver Futures		√

*"Dow Jones℠," "The Dow℠," Dow Jones Industrial Average℠," and "DJIA℠" are service marks of Dow Jones & Company, Inc. and have been licensed for use for certain purposes by the Board of Trade of the City of Chicago (CBOT®). The CBOT's futures and futures options contractts based on the Dow Jones Industrial Average℠ are not sponsored, endorsed, sold, or promoted by Dow Jones℠, and Dow Jones℠ makes no representation regarding the advisability of trading in such products.

CBOT/Eurex Alliance, L.L.C.
141 West Jackson Blvd.
Suite 1520
Chicago, Illinois 60604

Member Readiness
T 312-341-7922
F 312-341-7994