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March 21, 2005

Ms. Jean A. Webb  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21<sup>st</sup> Street, NW  
Washington, DC 20581

**RE: Listing of Weekly Expiring One-Year MidCurve Options on Three-Month Eurodollar Futures**

**Submitted per Sec. 5c(c)(1) of the CEA and Regulation Sec. 40.6(a).  
CME Submission # 05-33.**

Dear Ms. Webb:

Chicago Mercantile Exchange ("CME" or "Exchange") hereby certifies with the Commission the listing of weekly expiring One-Year MidCurve Options on Eurodollar futures. The Exchange certifies that these actions neither violate nor are inconsistent with any portion of the Commodity Exchange Act or of the rules thereunder.

The weekly expiring option shall have as its underlying instrument the 5<sup>th</sup> quarterly expiration of the Eurodollar futures contract at the option's expiration. The current listings of One-Year MidCurve Eurodollar Options call for a quarterly expiration and up to two serial expirations on the aforementioned 5<sup>th</sup> quarterly Eurodollar futures. These serial and quarterly expirations expire on Friday prior to the third Wednesday of the contract month. Following the listing of the weekly One-year MidCurve Options, there shall be weekly expiring options on five (5) nearest Fridays on each trading day, inclusive of the existing serial or quarterly One-Year MidCurve Options.

The following nomenclature shall be utilized. For any given calendar month, the first Friday is designated as the first weekly expiration of the month; the second Friday is designated as the second Friday of the month, etc. Depending on the specific calendar month, there can be four or five weekly expirations. Since the serial and quarterly expiration of the One-Year MidCurve options will coincide with either the second or third weekly expiration for the month, the specific weekly option shall be identified as the serial or quarterly option. For example, on March 28, 2005, the following MidCurve Options on the June 2006 Eurodollar futures shall be available for trading: April 1 (First April Weekly), April 8 (Second April Weekly), April 15 (April Serial Option ), April 22 (Fourth April Weekly), April 29 (Fifth April Weekly), May Serial Option and Quarterly Option expiring in June.

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The following table summarizes the characteristics of the weekly options.

**Summary of Contract Specification –  
 Weekly Eurodollar One-Year Mid-Curve Options**

<b>Underlying Contract</b>	One (1) Eurodollar futures contract that expires twelve calendar months from the next March quarterly month that is nearest to the expiration of the option, e.g. For the weekly expiration of June 3 <sup>rd</sup> , 2005, the underlying futures contract is the June 2006 Eurodollar futures contract. For the weekly expiration of June 17 <sup>th</sup> , 2005, the underlying futures contract is the September 2006 Eurodollar futures contract.
<b>Expiration / Last Day of Trading</b>	Option trading terminates at the conclusion of trading on each Friday that is not an expiration day for a Quarterly or a Serial One-Year Mid-Curve Options. In the event the Friday is not a schedule trading day in Eurodollar contracts, the option shall expire on the immediately preceding trading day.
<b>Ticker / Clearing Code</b>	Open Outcry / Clearing Code: 1K, 2K, 3K, 4K, 5K for the 1 <sup>st</sup> – 5 <sup>th</sup> weekly expiration respectively. GLOBEX: E01, E02, E03, E04, E05 for the 1 <sup>st</sup> – 5 <sup>th</sup> weekly expiration respectively. Note: in the case of a weekly expiration coinciding with a Serial/Quarterly expiration, the contract is identified as the Serial/Quarterly option.
<b>Listing Cycle</b>	Weekly expirations shall be listed such that, inclusive of the serial (or quarterly) expiration already listed, five (5) consecutive weekly expirations of One-Year MidCurve options are available for trading. e.g. On April 25 <sup>th</sup> , 2005, the following expirations on the June 2006 Eurodollar futures shall be available for trading (clearing code in bracket): April 29 (5KJ5), May 6 (1KK5), May 13 (E0K5 - serial MidCurve option), May 20 (3KK5), and May 27 (4KK5).
<b>Quotation / Tick Increment</b>	In IMM Index Points – each 0.01 IMM index point is equivalent to \$25.00. Minimum price fluctuation of 0.005 IMM index point
<b>Strike Listing Convention</b>	Same as the nearest Serial One-Year Mid-Curve Options – at 0.25 IMM index point intervals within 5.50 IMM index points of the at-the-money strike, plus the nearest half-strike above and below the at-the-money strike
<b>Block Trade Facility</b>	From 7:00 a.m. to 4:00 p.m. Mondays - Fridays on regular business days minimum threshold of 4,000 contracts in outright trade; or 4,000 of at least one leg in a combination trade; For all hours outside of 7:00 a.m. to 4:00 p.m. Mondays - Fridays on regular business days minimum threshold of 500 contracts
<b>Trading Venue / Trading Hour</b>	Open Outcry: 7:20 a.m. to 2:00 p.m. Chicago time; GLOBEX: 5:00 pm Sunday – Thursday to 6:50 a.m. next morning; trading via EOS during 7:00 a.m. – 4:00 p.m. Monday – Friday

Amendments to Chapter 452A are set forth as follows, with additions double-underlined and deletions bracketed and overstruck. A clean set of rules is included in the appendix.

## CHAPTER 452A OPTIONS ON THREE-MONTH EURODOLLAR FUTURES

### 452A01. OPTION CHARACTERISTICS

#### 452A01.A. Contract Months, Trading Hours, and Trading Halts

[Unchanged]

#### 452A01.B. Trading Unit

[Unchanged]

#### 452A01.C. Minimum Fluctuations

[Unchanged]

#### 452A01.D. Underlying Futures Contracts

##### 1. Options in the March Quarterly Cycle ("Quarterly Options")

For options that expire in the March quarterly cycle (i.e., March, June, September, and December), except for those Mid-Curve options specified in Paragraphs 3, 4, and 5 and those 5-Year bundle options specified in Paragraph 6, the underlying futures contract is the futures contract for the month in which the option expires. For example, the underlying futures contract for an option that expires in March is the March futures contract.

##### 2. Options Not in the March Quarterly Cycle ("Serial Options")

For options that expire in months other than those in the March quarterly cycle, (i.e. January, February, April, May, July, August, October, and November) except for those Mid-Curve options specified in Paragraphs 3, 4 and 5 and those 5-Year bundle options specified in Paragraph 6, the underlying futures contract is the next futures contract in the March quarterly cycle that is nearest the expiration of the option. For example, the underlying futures contract for the options that expire in January or February is the March futures contract.

##### 3. One-Year Mid-Curve Options

###### One-Year Mid-Curve Options in the March Quarterly Cycle: ("Quarterly One-Year Mid-Curve Options")

For One-Year Mid-Curve options that expire in the March quarterly cycle, (i.e. March, June, September, and December), the underlying futures contract is the futures contract that expires twelve calendar months after the month in which the option expires.

###### One-Year Mid-Curve Options Not in the March Quarterly Cycle: ("Serial One-Year Mid-Curve Options")

For Serial One-Year Mid-Curve Options that expire in months other than those in the March quarterly cycle, i.e. January, February, April, May, July, August, October, and November, the underlying futures contract is the futures contract that expires twelve calendar months from the next March quarterly month that is nearest to the expiration of the option. For example, the underlying futures contract for the One-Year Mid-Curve options that expire in January or February is the March futures contract in the next calendar year.

Weekly One-Year Mid-Curve Options

For Weekly One-Year Mid-Curve Options, the underlying futures contract is the futures contract that expires twelve calendar months from the next March quarterly month that is nearest to the expiration of the option.

4. Two-Year Mid-Curve Options

For Two-Year Mid-Curve options, the underlying futures contract is the futures contract that expires twenty-four calendar months after the month in which the option expires.

5. Fifth-Year MidCurve Options

For Fifth-Year Mid-Curve options, the underlying futures contract is the futures contract that expires forty-eight calendar months after the month in which the option expires.

6. 5-Year Bundle Options

5-Year Bundle Options in the March Quarterly Cycle:

For the 5-Year bundle option that expires in the March quarterly cycle, (i.e., March, June, September, and December), the underlying instrument is the 5-Year bundle with the nearest futures contract expiring in the same month as the option expires. For example, the underlying instrument for the December 97 5-Year bundle option is the 5-Year bundle starting with the December 97 futures contract.

5-Year Bundle Options Not in the March Quarterly Cycle:

For 5-Year bundle option that expires in months other than those in the March quarterly cycle, (i.e., January, February, April, May, July, August, October, and November), the underlying instrument is the 5-Year bundle with the nearest futures contract expiring in the March quarterly cycle that is next to the expiration of the option. For example, the underlying instrument for the 5-Year bundle option that expires in January 98 or February 98 is the 5-Year bundle futures starting with the March 98 futures contract.

**452A01.E. Exercise Prices**

1. Twenty-Five Point Exercise Prices

Exercise prices shall be stated in terms of the IMM Index for the Eurodollar Time Deposit futures contract that is deliverable upon exercise of the option and shall be stated in intervals whose last two digits are 00, 25, 50, and 75 ("twenty-five point exercise prices") for all IMM Index levels, e.g., 88.00, 88.25, 88.50, 88.75, etc. For 5-Year bundle options, exercise prices shall be stated as in terms of the average price of the futures contracts in the underlying bundle.

For Options in the March Quarterly Cycle, Options Not in the March Quarterly Cycle, 5-Year Bundle Options and One-Year, Two-Year and Fifth-Year Mid-Curve Options

At the commencement of trading in a contract expiration, the Exchange shall list put and call options at the exercise price that is nearest the previous day's settlement price of the respective underlying futures contract. All eligible exercise prices in a range of 5.50 IMM Index points above and below the exercise price that is nearest the futures price shall be listed for trading. Thereafter, the Exchange shall add for trading all eligible exercise prices in a range of 5.50 IMM Index points above and 5.50 IMM Index points below the exercise price nearest the previous day's settlement price. New options may be listed for trading up to and including the termination of trading.

2. Special Listings of 12.5 Point Exercise Prices

Additional exercise prices shall be stated in intervals whose last three digits are 12.5, 37.5, 62.5, and 87.5 ("twelve and a half point exercise prices") for all IMM Index levels, e.g., 93.125, 93.375, 93.625, 93.875, etc.

For two nearest Options in the March Quarterly cycle and two nearest options not in the March Quarterly cycle, 12.5 point exercise prices shall be listed beginning on the Exchange business day following the expiration of the last contract month in the same listing cycle. For the nearest options in the March Quarterly cycle and two nearest Serial options [~~not in the March Quarterly cycle~~] and the Weekly 1-Year MidCurve options, and the nearest options in the March Quarterly cycle 2-year and 5th-Year MidCurve options, 12.5 point exercise prices shall be listed beginning on the Exchange business day following the expiration of last contract month in the same listing cycle. The Exchange shall list put and call options at the 12.5 point exercise price that is nearest the previous day's settlement price of the underlying futures contract month and the 12.5 point exercise price above and the 12.5 point exercise price below the 12.5 point exercise price that is nearest the previous day's settlement price of the underlying futures contract.

The Board may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**452A01.F. Position Accountability**

[Unchanged]

**452A01.G. [Reserved]**

**452A01.H. Accumulation of Positions**

[Unchanged]

**452A01.I. [Reserved]**

**452A01.J. Termination of Trading**

1. Options in the March Quarterly Cycle ("Quarterly Options")

For options in the March quarterly cycle, except for those Mid-Curve options specified in Paragraph 3 and those 5-Year bundle options specified in Paragraph 4, options trading shall terminate at the same date and time as the underlying futures contract.

2. Options Not in the March Quarterly Cycle ("Serial Options")

Options trading for contracts not in the March quarterly cycle except for those Mid-Curve options specified in Paragraph 3 and those 5-Year bundle options specified in Paragraph 4, shall terminate at the close of trading on the Friday preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

3. Mid-Curve Options

Except for the weekly One-Year Mid-Curve options, trading [Trading] in One-Year, Two-Year and Fifth-Year Mid-Curve options shall terminate at the close of trading on the Friday preceding the third Wednesday of the calendar month containing the Mid-Curve option expiration. If the foregoing date for

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termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

Trading in weekly One-Year Mid-Curve options shall terminate at the close of trading on those Fridays that are not also the termination of trading of a Quarterly or Serial One-Year Mid-Curve option. If the foregoing date for termination is a scheduled Exchange holiday, trading in weekly options shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

4. 5-Year Bundle Options

Trading in 5-Year Bundle options shall terminate at the close of trading on the Friday preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

**452A01.K. Contract Modifications**

[Unchanged]

*[The remainder of Chapter 452A remains unchanged.]*

The listing of weekly MidCurve Options on the Eurodollar futures shall commence on the trade date of April 25, 2005. The initial weekly listing shall begin with five (5) consecutive weekly listings with April 29, 2005 as the nearest weekly expiring. Upon the expiration of the April 29, 2005 expiration, the June 3, 2005 expiration shall be listed.

Please do not hesitate to contact Mr. Richard Co at 312-930-3227 or [rco@cme.com](mailto:rco@cme.com) if any questions arise during the processing of this submission. Please reference our CME Submission #05-33 on all future correspondence for this submission.

Sincerely,



John W. Labuszewski, Director  
Research & Product Development

CC: Mr. Thomas M. Leahy and Mr. Steven B. Benton  
CFTC Division of Market Oversight, Product Review & Analysis Section

## **APPENDIX: Clean Version of Amended Rules**

### **CHAPTER 452A OPTIONS ON THREE-MONTH EURODOLLAR FUTURES**

#### **452A00. SCOPE OF CHAPTER**

This chapter is limited in application to trading in put and call options of the Three-Month Eurodollar Time Deposit futures contract ("Eurodollar options"). The procedures for trading, clearing, inspection, delivery and settlement and any other matters not specifically covered herein shall be governed by the rules of the Exchange.

#### **452A01. OPTION CHARACTERISTICS**

##### **452A01.A. Contract Months, Trading Hours, and Trading Halts**

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

There shall be no trading in any Three-Month Eurodollar option contract when the primary futures contract for that Eurodollar contract is limit bid or offered.

For purposes of this rule, the primary futures contract shall be defined as the futures contract trading in the lead month configuration in the pit.

For purposes of this rule during Electronic Trading Hours (ETH), the GLOBEX Control Center shall have the responsibility of determining whether the primary futures contract is limit bid or offered.

##### **452A01.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 Eurodollar Time Deposit futures contract as specified in Chapter 452.

For options on 5-Year Eurodollar bundle futures (or "5-Year bundle options"), 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 5-Year Eurodollar futures bundle. A 5-Year Eurodollar futures bundle consists of 20 consecutive March Quarterly Eurodollar futures contracts.

##### **452A01.C. Minimum Fluctuations**

The price of an option shall be quoted in IMM Index points, except as provided in Rule 584 (GLOBEX Volatility Quotes). Each .01 IMM Index point (1 basis point) shall represent \$25, except for 5 Year bundle options as specified in Paragraph 3. For example, a quote of 0.35 represents an option price of \$875 (35 basis points x \$25).

##### **1. Contract Month Whose Underlying Futures Contract is the Nearest Expiring Futures Contract Month**

The minimum fluctuation shall be .0025 IMM Index point (also known as one-quarter tick).

##### **2. All Other Contract Months**

The minimum fluctuation shall be .005 IMM Index point (also known as one-half tick). Trades may also occur at a price of .0025 IMM 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.

For the purpose of Rule 813.—Settlement Prices, the minimum fluctuation shall be .0025 IMM Index point (\$6.25, also known as one-quarter tick)

3. 5-Year Bundle Options

The minimum fluctuation shall be .005 IMM Index point (\$250, also known as one-half tick).

4. MidCurve Options

The minimum fluctuation shall be .005 IMM Index point (\$12.50, also known as one-half tick). Trades may also occur at a price of .0025 IMM 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.

For the purpose of Rule 813—Settlement Prices, the minimum fluctuation shall be .0025 IMM Index point (\$6.25, also known as one-quarter tick).

If options are quoted in volatility terms, the minimum fluctuations shall be 0.05 percent.

**452A01.D. Underlying Futures Contracts**

1. Options in the March Quarterly Cycle (“Quarterly Options”)

For options that expire in the March quarterly cycle (i.e., March, June, September, and December), except for those Mid-Curve options specified in Paragraphs 3, 4, and 5 and those 5-Year bundle options specified in Paragraph 6, the underlying futures contract is the futures contract for the month in which the option expires. For example, the underlying futures contract for an option that expires in March is the March futures contract.

2. Options Not in the March Quarterly Cycle (“Serial Options”)

For options that expire in months other than those in the March quarterly cycle, (i.e. January, February, April, May, July, August, October, and November) except for those Mid-Curve options specified in Paragraphs 3, 4 and 5 and those 5-Year bundle options specified in Paragraph 6, the underlying futures contract is the next futures contract in the March quarterly cycle that is nearest the expiration of the option. For example, the underlying futures contract for the options that expire in January or February is the March futures contract.

3. One-Year Mid-Curve Options

One-Year Mid-Curve Options in the March Quarterly Cycle: (“Quarterly One-Year Mid-Curve Options”)

For One-Year Mid-Curve options that expire in the March quarterly cycle, (i.e. March, June, September, and December), the underlying futures contract is the futures contract that expires twelve calendar months after the month in which the option expires.

One-Year Mid-Curve Options Not in the March Quarterly Cycle: (“Serial One-Year Mid-Curve Options”)

For Serial One-Year Mid-Curve Options that expire in months other than those in the March quarterly cycle, i.e. January, February, April, May, July, August, October, and November, the underlying futures contract is the futures contract that expires twelve calendar months from the next March quarterly month that is nearest to the expiration of the option. For example, the underlying futures contract for the One-Year Mid-Curve options that expire in January or February is the March futures contract in the next calendar year.

Weekly One-Year Mid-Curve Options

For Weekly One-Year Mid-Curve Options, the underlying futures contract is the futures contract that expires twelve calendar months from the next March quarterly month that is nearest to the expiration of the option.

4. Two-Year Mid-Curve Options

For Two-Year Mid-Curve options, the underlying futures contract is the futures contract that expires twenty-four calendar months after the month in which the option expires.

5. Fifth-Year MidCurve Options

For Fifth-Year Mid-Curve options, the underlying futures contract is the futures contract that expires forty-eight calendar months after the month in which the option expires.

6. 5-Year Bundle Options

5-Year Bundle Options in the March Quarterly Cycle:

For the 5-Year bundle option that expires in the March quarterly cycle, (i.e., March, June, September, and December), the underlying instrument is the 5-Year bundle with the nearest futures contract expiring in the same month as the option expires. For example, the underlying instrument for the December 97 5-Year bundle option is the 5-Year bundle starting with the December 97 futures contract.

5-Year Bundle Options Not in the March Quarterly Cycle:

For 5-Year bundle option that expires in months other than those in the March quarterly cycle, (i.e., January, February, April, May, July, August, October, and November), the underlying instrument is the 5-Year bundle with the nearest futures contract expiring in the March quarterly cycle that is next to the expiration of the option. For example, the underlying instrument for the 5-Year bundle option that expires in January 98 or February 98 is the 5-Year bundle futures starting with the March 98 futures contract.

**452A01.E. Exercise Prices**

1. Twenty-Five Point Exercise Prices

Exercise prices shall be stated in terms of the IMM Index for the Eurodollar Time Deposit futures contract that is deliverable upon exercise of the option and shall be stated in intervals whose last two digits are 00, 25, 50, and 75 ("twenty-five point exercise prices") for all IMM Index levels, e.g., 88.00, 88.25, 88.50, 88.75, etc. For 5-Year bundle options, exercise prices shall be stated as in terms of the average price of the futures contracts in the underlying bundle.

For Options in the March Quarterly Cycle, Options Not in the March Quarterly Cycle, 5-Year Bundle Options and One-Year, Two-Year and Fifth-Year Mid-Curve Options

At the commencement of trading in a contract expiration, the Exchange shall list put and call options at the exercise price that is nearest the previous day's settlement price of the respective underlying futures contract. All eligible exercise prices in a range of 5.50 IMM Index points above and below the exercise price that is nearest the futures price shall be listed for trading. Thereafter, the Exchange shall add for trading all eligible exercise prices in a range of 5.50 IMM Index points above and 5.50 IMM Index points below the exercise price nearest the previous day's settlement price. New options may be listed for trading up to and including the termination of trading.

2. Special Listings of 12.5 Point Exercise Prices

Additional exercise prices shall be stated in intervals whose last three digits are 12.5, 37.5, 62.5, and 87.5 ("twelve and a half point exercise prices") for all IMM Index levels, e.g., 93.125, 93.375, 93.625, 93.875, etc.

For two nearest Options in the March Quarterly cycle and two nearest options not in the March Quarterly cycle, 12.5 point exercise prices shall be listed beginning on the Exchange business day following the expiration of the last contract month in the same listing cycle. For the nearest options in the March Quarterly cycle and two nearest Serial options and the Weekly 1-Year MidCurve options, and the nearest options in the March Quarterly cycle 2-year and 5th-Year MidCurve options, 12.5 point exercise prices shall be listed beginning on the Exchange business day following the expiration of last contract month in the same listing cycle. The Exchange shall list put and call options at the 12.5 point exercise price that is nearest the previous day's settlement price of the underlying futures contract month and the 12.5 point exercise price above and the 12.5 point exercise price below the 12.5 point exercise price that is nearest the previous day's settlement price of the underlying futures contract.

The Board may modify the provisions governing the establishment of exercise prices as it deems appropriate.

**452A01.F. Position Accountability**

A person owning or controlling 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 shall provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable.

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.

**452A01.G. [Reserved]**

**452A01.H. 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.

**452A01.I. [Reserved]**

**452A01.J. Termination of Trading**

1. Options in the March Quarterly Cycle ("Quarterly Options")

For options in the March quarterly cycle, except for those Mid-Curve options specified in Paragraph 3 and those 5-Year bundle options specified in Paragraph 4, options trading shall terminate at the same date and time as the underlying futures contract.

2. Options Not in the March Quarterly Cycle ("Serial Options")

Options trading for contracts not in the March quarterly cycle except for those Mid-Curve options specified in Paragraph 3 and those 5-Year bundle options specified in Paragraph 4, shall terminate at the close of

trading on the Friday preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

4. Mid-Curve Options

Except for the weekly One-Year Mid-Curve options, trading in One-Year, Two-Year and Fifth-Year Mid-Curve options shall terminate at the close of trading on the Friday preceding the third Wednesday of the calendar month containing the Mid-Curve option expiration. If the foregoing date for termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

Trading in weekly One-Year Mid-Curve options shall terminate at the close of trading on those Fridays that are not also the termination of trading of a Quarterly or Serial One-Year Mid-Curve option. If the foregoing date for termination is a scheduled Exchange holiday, trading in weekly options shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

4. 5-Year Bundle Options

Trading in 5-Year Bundle options shall terminate at the close of trading on the Friday preceding the third Wednesday of the contract month. If the foregoing date for termination is a scheduled Exchange holiday, options trading shall terminate on the immediately preceding business day. In the event that the underlying futures market does not open on the scheduled expiration day, the option expiration shall be extended to the next day on which the underlying futures market is open for trading.

**452A01.K. 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 government orders.

*[The remainder of the chapter remains unchanged.]*