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June 13, 2005

Electronic Mail

Ms. Jean A. Webb  
Secretary of the Commission  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21st Street NW  
Washington, D.C. 20581

RE: Rule Certification

Dear Ms. Webb:

Pursuant to Commodity Exchange Act ("CEAct") Section 5c(c)(1) and Commodity Futures Trading Commission ("Commission") Regulation 40.6(a), the Minneapolis Grain Exchange ("MGEX" or "Exchange") hereby certifies that the attached amended Definitions and Rules 372.00., 1402.00., 7405.00., 7605.00., 7805.00., 8005.00. and 8205.00., and deleted Resolution 1402.00.E. comply with the CEAct and the regulations thereunder. Additions have been underlined; deletions have been crossed out.

The purpose for amending Rule 372.00. is to prohibit delegates from voting at Interest group meetings where individuals are nominated to represent the Interest on the Board of Directors. Delegates currently cannot vote on ballots or serve on the Board. The purposes for amending the Definitions and Rules 1402.00., 7405.00., 7605.00., 7805.00., 8005.00. and 8205.00., and deleting Resolution 1402.00.E. are to clarify when stop orders are activated and to permit an expanded price range for cabinet trades as a result of planned functionality enhancements to the e-cbot<sup>®</sup> powered by LIFFE CONNECT<sup>®</sup> platform.

Pursuant to the authority of MGEX Rule 204.01., the Board of Directors and ownership approved amending Rules 372.00., 7405.00., 7605.00., 7805.00., 8005.00. and 8205.00. Pursuant to the authority of MGEX Rule 210.01., the Board of Directors approved amending the Definitions and Rule 1402.00., and deleting Resolution 1402.00.E.

The MGEX plans to implement the amendment to Rule 372.00. the next business day after receipt of this notification to the Commission. The amendments to the Definitions and Rules 1402.00., 7405.00., 7605.00., 7805.00., 8005.00. and 8205.00. are to become effective upon implementation of the software upgrades to the e-cbot<sup>®</sup> powered by LIFFE CONNECT<sup>®</sup> platform which are scheduled to be completed within the fourth quarter of 2005.

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If there are any questions regarding this submission, please contact Layne G. Carlson at (612) 321-7169. Thank you for your attention to this matter.

Sincerely,

A handwritten signature in black ink, appearing to read "M Bagan".

Mark G. Bagan  
Vice President,  
Market Administration

Enclosure  
cc: Anne Reuter

## DEFINITIONS

**STOP-LOSS ORDER:** Normally, when entered, these are orders to sell at a specified price which is below the current market or to buy at a specified price which is above the current market. These orders become market orders when the market trades at the trigger price or, in the case of a buying order, when the market is bid at the trigger price or, in the case of a selling order, when the market is offered at the trigger price. Stop orders entered into MGEXpress<sup>®</sup> are activated when an outright trade occurs at the trigger price or better within the outright market which the stop is resting.

**LIMITED-STOP-LOSS LIMIT ORDER:** An order that is similar to a Stop-Loss order except that, when triggered, it becomes a limit order at the specified limit.

### 372.00. DELEGATION.

A Member, Firm or Corporation which owns a Membership(s) may assign the rights and privileges of Membership to an individual (Delegate) on the following conditions:

- N. No Delegate will be eligible to serve on the Board of Directors or to vote at an Interest group meeting.

### 1402.00. OPTION TRADING.

- E. **Option Premium Price Basis.** The premium for Spring Wheat futures options shall be in multiples of one-eighth of one cent (1/8) per bushel of a five thousand (5,000) bushel Spring Wheat futures contract or six dollars and twenty-five cents (\$6.25) per contract.

However, in the case of a cabinet trade, when both sides are closing transactions, the option premium may range from one dollar (\$1.00) to six dollars (\$6.00) in one dollar (\$1.00) increments per option contract-(see **Res. 1402.00. E.**).

### ~~RESOLUTION 1402.00. E.~~

~~Pursuant to **Rule 210.01.**, the Minneapolis Grain Exchange Board of Directors has adopted this Resolution:~~

~~That until further notice is given by the Board, the premium for a Spring Wheat options cabinet trade executed on MGEXpress shall be limited to one dollar when both sides are closing transactions.~~

~~Approved by the Board September 27, 2004.~~

#### **7405.00. MINIMUM PRICE FLUCTUATION.**

The minimum price fluctuation shall be one-eighth cent (\$0.00125) or six dollars twenty-five cents (\$6.25) per contract. All prices shall be quoted in U.S. dollars. In the case of a cabinet trade, when both sides are closing transactions, the option premium ismay range from one dollar (\$1.00) to six dollars (\$6.00) in one dollar (\$1.00) increments per option contract.

#### **7605.00. MINIMUM PRICE FLUCTUATION.**

The minimum price fluctuation shall be one-eighth cent (\$0.00125) or six dollars twenty-five cents (\$6.25) per contract. All prices shall be quoted in U.S. dollars. In the case of a cabinet trade, when both sides are closing transactions, the option premium ismay range from one dollar (\$1.00) to six dollars (\$6.00) in one dollar (\$1.00) increments per option contract.

#### **7805.00. MINIMUM PRICE FLUCTUATION.**

The minimum price fluctuation shall be one-eighth cent (\$0.00125) or six dollars twenty-five cents (\$6.25) per contract. All prices shall be quoted in U.S. dollars. In the case of a cabinet trade, when both sides are closing transactions, the option premium ismay range from one dollar (\$1.00) to six dollars (\$6.00) in one dollar (\$1.00) increments per option contract.

#### **8005.00. MINIMUM PRICE FLUCTUATION.**

The minimum price fluctuation shall be one-eighth cent (\$0.00125) or six dollars twenty-five cents (\$6.25) per contract. All prices shall be quoted in U.S. dollars. In the case of a cabinet trade, when both sides are closing transactions, the option premium ismay range from one dollar (\$1.00) to six dollars (\$6.00) in one dollar (\$1.00) increments per option contract.

#### **8205.00. MINIMUM PRICE FLUCTUATION.**

The minimum price fluctuation shall be one-eighth cent (\$0.00125) or six dollars twenty-five cents (\$6.25) per contract. All prices shall be quoted in U.S. dollars. In the case of a cabinet trade, when both sides are closing transactions, the option premium ismay range from one dollar (\$1.00) to six dollars (\$6.00) in one dollar (\$1.00) increments per option contract.