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February 21, 2007

Ms. Eileen Donovan  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21st Street, NW  
Washington, DC 20581

**RE: Section 5c(c), Part 40.6(a) – Rule Certification for Dynamically Listed Options Strike Prices  
for Selected CME Equity and Foreign Exchange Options on Futures Products.  
CME Submission 07-15.**

Dear Ms. Donovan:

Chicago Mercantile Exchange Inc. ("CME" or "Exchange") hereby certifies with the Commission amendments to selected CME Equity and Foreign Exchange (FX) options on futures contracts, which will allow for the dynamic listing of options strike prices at regularly defined strike price intervals. The Exchange certifies that these actions neither violate nor are inconsistent with any portion of the Commodity Exchange Act or of the rules thereunder.

On Thursday, February 15, 2007, CME approved implementation of dynamically listed options strike prices for selected CME Equity options and Foreign Exchange (FX) options. The attached Appendix provides the underlined rule additions. This new procedure for adding out-of-current range option strike prices was adopted under authority delegated to CME staff by the Board of Directors. Implementation is Monday, March 26, 2007.

### New Procedures

Under the new procedures, customers may request the listing of an out-of-range strike price at regularly defined strike price intervals, and CME Trading Floor Operations will list such strike price for trading same day. For example, this new procedure will allow the listing of CME S&P 500 options strike prices that are out of the current approved listing range, which formerly could only be listed for trading under the Exchange's Flex options rules for CME Equity options. CME Equity product customers routinely request the listing of out-of-current-range strike prices under the Flex options rules, but without any of the other parameters for which the Flex options were originally designed (different underlying futures contract, exercise style, expiration date, etc.). Given that the Exchange's Flex options procedures are labor intensive both for the market users and Exchange, enabling customers to request listings of out-of-current-range strike prices and accommodate them under the regular options contracts, will result in operational efficiencies for market users and CME. Further, please recall that under the CME Equity Flex options rules,

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all existing open positions established under flexible trading procedures are fully fungible with transactions in the respective standard options series for all purposes.

The new procedures will be implemented also for selected CME FX options. In the past, out-of-current-range options strike prices have been requested for listing by FX options customers. However, FX options do not trade under Flex rules and the Exchange is not planning to add FX options products under the Flex options procedures. The new procedures implemented March 26<sup>th</sup> will allow CME Trading Floor Operations staff to add for trading out-of-range FX options strike prices at regular strike price intervals, if there is market demand.

There were no substantive opposing views to this proposal. Shareholders/members will be notified of these rule amendments in the *March 2007 CME Update*, dated Monday, March 5, 2007.

If you require any additional information, please do not hesitate to contact Mr. Steven Youngren at 312-930-4583 or via e-mail at [syoungre@cme.com](mailto:syoungre@cme.com). Please reference our CME Submission 07-15 on all future correspondence regarding this notification.

Sincerely,



John W. Labuszewski  
Managing Director, Research & Product Development

Attachment

Appendix

**Rule Amendments for Dynamically Listed CME Equity & FX Options**

Minor rule additions are underlined for selected CME equity options and CME FX options (applies to both American- and European-style options).

**Equity Options Rule Amendments:**

**CHAPTER 351A  
OPTIONS ON STANDARD AND POOR'S STOCK PRICE INDEX™ FUTURES**

351A01. OPTION CHARACTERISTICS [Sections A through D are unchanged.]

351A01.E. Exercise Prices [Sections 1, 2 and 3 are unchanged.]

4. Dynamically-Listed Exercise Prices

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 352A  
OPTIONS ON NIKKEI STOCK AVERAGE FUTURES**

352A01. OPTION CHARACTERISTICS [Sections A through D are unchanged.]

352A01.E. Exercise Prices [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 353A  
OPTIONS ON STANDARD AND POOR'S MIDCAP 400 STOCK PRICE INDEX™ FUTURES**

353A01. OPTION CHARACTERISTICS [Sections A through D are unchanged.]

353A01.E. Exercise Prices [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 354A  
OPTIONS ON RUSSELL 2000 STOCK PRICE INDEX™ FUTURES**

354A01. OPTION CHARACTERISTICS [Sections A through D are unchanged.]

354A01.E. Exercise Prices [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 357A**  
**OPTIONS ON NASDAQ 100 INDEX FUTURES**

**357A01. OPTION CHARACTERISTICS** [Sections A through D are unchanged.]

**357A01.E. Exercise Prices** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**FX Options Rule Amendments:**

**CHAPTER 251A**  
**OPTIONS ON BRITISH POUND STERLING FUTURES**

**251A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 252A**  
**OPTIONS ON CANADIAN DOLLAR FUTURES**

**252A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 253A**  
**OPTIONS ON JAPANESE YEN FUTURES**

**253A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 254A**  
**OPTIONS ON SWISS FRANC FUTURES**

**254A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 255A**  
**OPTIONS ON AUSTRALIAN DOLLAR FUTURES**

**255A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 256A  
OPTIONS ON MEXICAN PESO FUTURES**

**256A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 257A  
OPTIONS ON BRAZILIAN REAL FUTURES**

**257A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 258A  
OPTIONS ON NEW ZEALAND DOLLAR FUTURES**

**258A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 259A  
OPTIONS ON SOUTH AFRICAN RAND FUTURES**

**259A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 260A  
OPTIONS ON RUSSIAN RUBLE FUTURES**

**260A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 261A  
OPTIONS ON EURO FUTURES**

**261A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 266A  
OPTIONS ON CZECH KORUNA FUTURES**

**266A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 267A  
OPTIONS ON HUNGARIAN FORINT FUTURES**

**267A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 268A  
OPTIONS ON POLISH ZLOTY FUTURES**

**268A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 301A  
OPTIONS ON EURO / BRITISH POUND FUTURES**

**301A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 303A  
OPTIONS ON EURO / JAPANESE YEN FUTURES**

**303A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 304A  
OPTIONS ON EURO / SWISS FRANC FUTURES**

**304A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 315A  
OPTIONS ON EURO / CZECH KORUNA FUTURES**

**315A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

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**CHAPTER 316A**  
**OPTIONS ON EURO / HUNGARIAN FORINT FUTURES**

**316A02. LISTING OF EXERCISE PRICES** [Sections 1 and 2 are unchanged.]

3. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

**CHAPTER 404A**  
**OPTIONS ON CMESINDEX™ FUTURES**

**404A02. LISTING OF EXERCISE PRICES** [Sections 1, 2 and 3 are unchanged.]

4. Dynamically-Listed Exercise Prices.

Upon demand and at the discretion of the Exchange, new out-of-current-range exercise prices at regularly defined intervals may be added for trading on as soon as possible basis.

End of rule amendments