

RECEIVED
C.F.T.C.
CHICAGO MERCANTILE EXCHANGE INC.

01-14
③

200 AUG 14 3:11:58

August 10, 2001
OFC. OF THE SECRETARIAT

James J. McNulty
President and Chief Executive Officer
312 / 930-3100
Fax: 312 / 648-3625
jmcnulty@cme.com

VIA FACSIMILE

COMMENT

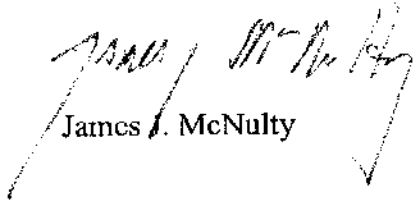
Ms. Jean A. Webb
Office of the Secretariat
Commodity Futures Trading Commission
Three LaFayette Centre
1155 21st Street, N.W.
Washington, DC 20581

Re: Proposed Dual Trading Regulations

Dear Ms. Webb:

On July 11, 2001, the Commodity Futures Trading Commission ("Commission") published for comment proposed regulations that would restrict dual trading by floor brokers in security futures products. Chicago Mercantile Exchange Inc. ("CME") believes that customer confidence in the integrity of the markets is crucial for the success of new contracts such as security futures products. The Commission's proposed dual trading regulations for security futures products appropriately balance customer protection with regulatory oversight and CME supports the proposed regulations.

Very truly yours,



James J. McNulty

RECEIVED
O.F.T.C.
RECORDS SECTION
01 AUG 14 PM 1 39

cc: Honorable James E. Newsome, Acting Chairman
Honorable Barbara Pedersen Holum
Honorable David D. Spears
Honorable Thomas J. Erickson

SMS:mm 2417 ltr