



MEMO

TO: Clearing Members
FROM: Deborah J. Krump, Investigator
DATE: July 23, 2010
SUBJECT: Offsets and Positions Reporting

This memo is being issued as a reminder to all clearing members of the deadline to report offsets of **August 2010** Hard Red Spring Wheat Index, Hard Red Winter Wheat Index, Soft Red Winter Wheat Index, National Corn Index and National Soybean Index futures and options. **The deadline is 8:00 a.m. Thursday, July 29, 2010 for the Wednesday, July 28, 2010 trade date.** Clearing members may wish to remind customers of the deadline and closely monitor accounts, particularly omnibus accounts.

MGEX Rules and Regulations prohibit transfer trades for the purpose of offsetting existing futures and options positions where no change in ownership is involved two business days prior to the delivery or settlement month, and during the delivery or settlement month when the date of execution or exercise of the position being transferred is not the same as the transfer date. Otherwise, offsets during the prohibition period can only be done by trading, or bona fide EFP or EFR transactions.

In order to help prevent improper offsets from occurring, accurate position information must be timely reported to the MGEX Clearing House via the Positions Reporting System.

Please be aware that inaccurate position reporting and inaccurate Long Positions reports, as well as improper offsets occurring during the prohibition period, are violations of MGEX Rules and Regulations. Such violations, whether intentional or not, may be forwarded to the Business Conduct Committee for potential disciplinary action.

If there are any questions, please contact Deborah Krump at (612) 321-7194 or Zach Waite at (612) 321-7142.