



WWW.MGEX.COM
WWW.MGEX.COM
WWW.MGEX.COM

WWW.MGEX.COM
WWW.MGEX.COM
WWW.MGEX.COM
WWW.MGEX.COM

MEMO

TO: Spring Wheat Options Position Holders **DATE:** December 6, 2006
FROM: Sandra S. Sullivan, Director, Market Regulation
SUBJECT: Spring Wheat Options Settlement Instructions and Form

As part of an ongoing effort to increase submissions to theoretically settle Spring Wheat Options; the Minneapolis Grain Exchange (“MGEX” or “Exchange”) is contacting all Spring Wheat Options holders and those whom have held options positions. Such submissions provide for a more accurate reflection of the market value of an option.

Pursuant to MGEX Regulation 2015.00.A., Spring Wheat Options settlement premiums are to be determined theoretically.

Any individual or entity that has an open Spring Wheat Options position may submit a Spring Wheat Options Settlement Form with suggested volatilities and skews for any contract month. The Form can be submitted on the MGEX trading floor or via email to floorstaff@mgex.com.

The Form must be received no later than 1:32 on regular trade days and by 12:12 on early closure trade days. The Form will be used for that trade day only. A new Form must be submitted each subsequent trade day. Further, by submitting a Form, the position holder is holding the MGEX harmless for using or failing to use the Form.

Attached is a copy of the Form; an electronic copy can also be obtained from the MGEX website at http://www.mgex.com/spring_wheat.html.

If you have any questions about the Instructions or the Form, please contact Sandra S. Sullivan at (612) 321-7190 or James D. Facente at (612) 321-7108.