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CHAPTER 7
FUTURES AND OPTIONS TRADING

700.00. FUTURES AND OPTIONS CONTRACTS: CLEARING OF.

All Futures and Option Contracts made in this market, including all "Scratch" trades, must be made in the name of and between Clearing Members, and all such contracts must be submitted to the Clearing House.

All such contracts that have been accepted for clearing shall be subject to the Articles, Rules and Regulations of the Minneapolis Grain Exchange and to the exercise of the powers reserved therein to the Minneapolis Grain Exchange.

701.00. CLEARING HOUSE: SUBSTITUTION OF.

In every case where Futures and Options Contracts have been accepted for clearing by the Clearing House, the Clearing House shall thereupon be substituted as Buyer to the Seller, and as Seller to the Buyer, and (except as provided in Rule 805.00.) shall have all the rights and be subject to all the liabilities under the contracts of the original Clearing Member parties with respect to such contracts.

702.00. CLEARING HOUSE: SUBSTITUTIONS FOR.

If Futures Contracts are not offset and a Clearing Member being a Seller tenders a Delivery Notice to the Clearing House and the Clearing House in good faith passes such notice to another Clearing Member who is a Buyer (all as provided in Chapter 8), the Clearing Member who tenders such notice shall be substituted in lieu of the Clearing House as Seller to such Buyer on the contracts.

703.00. CLEARING HOUSE: OFFSETS.

In case a Clearing Member buys and sells the same commodity for the same delivery, the Clearing House shall offset such contracts to the extent of their equality and the Clearing Member shall be deemed a Buyer from the Clearing House to the extent that his purchases exceed his sales, or a Seller to the Clearing House to the extent that his sales exceed his purchases.

704.00. GIVE-UPS.

A Member must have prior permission from a Clearing Member to give up its name for a trade executed on the Exchange. A Clearing Member whose name is so given up must enter the trade into the Clearing House in his name. Give-Up orders are prohibited when used as a pricing mechanism in connection with cash market contracts. Such transactions must be done only on a versus-cash basis.

710.00. FUTURES CONTRACTS: COMMODITIES.

Unless prohibited by the Board of Directors, under authority granted by the Rules, contracts for future delivery in this market may be made in any commodity for which Contract Grades have been established by Rule and approved by the Commodity Futures Trading Commission.

Provided, however, that when a new Contract Grade has been adopted, trading in contracts based on such new grade shall not begin until authorized by Rule or by the Board of Directors.

711.00. FUTURES CONTRACTS: GRADES DELIVERABLE.

All Futures Contracts made in this market shall call for the delivery of a Contract Grade, or other Deliverable Grade, of the commodity in accordance with the provisions of Rules 802.00. and 803.00.
712.00. FUTURES AND OPTIONS CONTRACTS: QUANTITIES TRADED IN.

All Futures and Options Contracts made in this market must be for such quantities of the commodity as specified in the contract as may, under the Rules, be delivered on such contracts. (See Rule 801.00.)

713.00. FUTURES AND OPTIONS CONTRACTS: PRICE BASIS.

A. Futures Contracts. The minimum fluctuation shall be one-quarter (1/4) cent, including spreads.

B. Options on Futures Contracts. The minimum fluctuation shall be one-eighth (1/8) cent, including spreads.

714.00. FUTURES AND OPTIONS CONTRACTS: TIME AND PLACE FOR MAKING.

Except in the case of "Transfer" or "Office" trades as authorized by Rule 718.00, all purchases and sales, and all offers to purchase or sell commodity futures or options in this market, must be made by open outcry in the market in the appropriate Pit for futures and at the designated area for options during the hours of trading.

Members and Registered Firms and Corporations are hereby prohibited from assembling in any place, public or private, other than in the appropriate Pit or designated area to form a market for the purpose of making purchases or sales or offers to purchase or sell commodity futures or options and any Member, or Registered Firm or Corporation, who or which shall make or offer to make any such purchases or sales in the manner herein prohibited, shall be deemed to have violated this Rule.

715.00. MONTHS TRADED IN.

Trading in Spring Wheat Futures shall be permitted in the current delivery month plus any month in the March, May, July, September, December delivery cycle which falls within the next succeeding seventeen (17) months. The number of months to be available for trade at one time shall be at the discretion of the Board of Directors.

715.01. TRADING IN DELIVERY MONTH.

No trades in Hard Red Spring Wheat futures contracts that are deliverable in the current month shall be made after the business day preceding the fifteenth (15th) calendar day of that month. Any futures contracts remaining open after the last day of trading must be:

A. settled by delivery no later than the seventh (7th) business day following the last trading day, or

B. liquidated pursuant to Regulation 2011.02.

717.00. FUTURES AND OPTIONS CONTRACTS: ACCEPTANCE OF OFFERS.

All offers to purchase or sell commodity futures or options in this market shall be open for immediate acceptance by any Member (but only in the name of a Clearing Member), and such offers shall not be restricted to or specified for any particular Member as against any other Member.

An offer to buy or sell any commodity for future delivery shall be deemed an offer to buy or sell all or any part of the quantity specified in the offer and shall be subject to total or partial acceptance up to the total quantity bid for or offered.
Offers to buy or sell commodities for future delivery in quantities equal to two or more contracts with a limitation requiring the party accepting such offer to accept the entire amount bid for or offered, shall not be allowed.

718.00. "TRANSFER" OR "OFFICE" TRADES: DEFINITIONS.

"Transfer" trades and "Office" trades shall be limited to the following transactions:

A. Transactions made for the purpose of (1) transferring open Futures or Options Contracts from one account to another on the books of the same Member or Registered Firm or Corporation, where no change in ownership is involved; or 
   (2) transferring open Futures or Options Contracts from an account on the books of one Member or Registered Firm or Corporation where no change of ownership is involved; PROVIDED, however, that no such transfer shall be made after receipt from the Clearing House of a delivery Notice on such contracts if such transfer is for the apparent purpose of avoiding delivery on such contract;

B. Transactions consisting of the exchange or transfer of Futures Contracts in connection with cash commodity transactions or transactions consisting of the exchange of Futures for cash commodities.

C. Transactions consisting of the exchange or transfer of Futures Contracts in connection with risk transactions or transactions consisting of the exchange of Futures for risks.

All records and memoranda pertaining to "Transfer" and "Office" trades shall be marked or identified by appropriate symbols or designations. All "Office" trades, where such trades remain on the books of one and the same Clearing Member and where no change in ownership is involved, may or may not be cleared at the discretion of the Clearing Member. All "Transfer" trades, which involve two Clearing Member firms in which no change of ownership is involved, shall be included and identified in daily reports to the Clearing House.

718.01. TRANSFER TRADES IN A DELIVERY MONTH.

During the delivery month and two (2) business days prior to the first delivery day, transfer trades for the purpose of offsetting existing positions where no change in ownership is involved are prohibited when the date of execution of the position being transferred is not the same as the transfer date. Such positions are required to be offset by trade activity or through the normal delivery process. If such positions are carried on the books of different Clearing Members, the receiving firm is responsible for compliance with this Rule.

719.00. EXCHANGE OF FUTURES FOR, OR IN CONNECTION WITH, PHYSICAL AND RISK TRANSACTIONS.

A. Exchange for Physical Transaction

   An exchange of futures for, or in connection with, a physical ("EFP") consists of a cash commodity transaction and a futures transaction.

B. Exchange for Risk Transaction

   An exchange of futures for, or in connection with, a risk (an over-the-counter (OTC) derivative or a swap agreement) ("EFR") consists of two separate, but related,
transactions; a risk transaction and a futures transaction. At the time such transaction is effected, the buyer and the seller of the futures transaction must be the seller and the buyer of the risk transaction. The risk component shall involve the commodity underlying the futures contract (or any derivative, by-product or related product of such commodity). The quantity or economic value covered by the risk transaction must be approximately equivalent to or bear a relationship to the quantity or economic value covered by the futures contracts. The risk component of an EFR transaction must comply with Part 35 of Commission Regulations and the Commodity Exchange Act, as amended.

C. Each buyer and seller must satisfy the Department of Audits and Investigations, at its request, that the transaction is a bona fide EFP or EFR transaction. Upon request of the Department of Audits and Investigations, all documentary evidence relating to the EFP or EFR, including, but not limited to, contracts, confirmations, invoices, warehouse receipts, documents of title, a master swap agreement and any supplements thereto, or any other document that demonstrates the existence and nature of the over-the-counter or derivative transaction shall be obtained by the Clearing Members from the buyer or seller and submitted to the Department of Audits and Investigations.

D. An EFP or EFR may be made at such prices as are mutually agreed upon by the two parties to the transaction. If the price of an EFP cannot be mutually agreed upon by the date of shipment, the cash commodity buyer has the option to set the price within that day’s trading range.

E. An EFP or EFR executed during trading hours of the underlying futures contract must be submitted the same day for clearing. An EFP or EFR executed after the close of trading of the underlying futures contract must be submitted for clearing no later than the next business day.

F. The futures contracts that may be exchanged for a physical or a risk transaction, and the last day and time for executing an EFP or EFR shall be determined by the Board of Directors.

(See Resolution 719.00.)

725.00. QUOTATIONS BASED ON TRADES.

Quotations of prices in Futures and Options Contracts made in this market shall be based on purchases or sales of such quantities as the Board of Directors shall have prescribed for each commodity, from time to time, by Regulation.

725.01. REPORTING OF TRADES.

Each party to a futures or options transaction made competitively in the Pit must promptly notify the Market Observer(s) of the price at which the trade has been executed.

726.00. "FAST" QUOTATIONS.

The symbol "FAST," when used in connection with market quotations, shall mean that a condition in the market similar, but not limited to the following, exists:

A. Larger than normal price changes between Pit reported trades. "Normal price changes" is defined as orderly minimum tick moves in the most active contract months.
B. Market is bid up or offered down rapidly. A market condition may occur with momentary spurts of bids and/or offers which may not be considered a "FAST" market.

C. Trades, bids or offers are occurring too rapidly to be fully reported. However, during a "FAST" market every effort must be made to comply with Rule 725.01.

The Market Observer(s) shall be the judge of when the symbol shall be used, and any trades made at intervening prices are to be considered officially quoted. A minimum of three respective Pit Committee Members may request a "FAST" market from the Market Observer(s). If this is requested, one of the Members must complete a request form obtained from the Market Observer(s) verifying the action taken. The Market Observer(s) shall signal an end to the "Fast" market when appropriate.

After the "FAST" market is invoked, the Market Observer(s) will report the market to the best of their ability. The quotations during the "FAST" market shall be duly noted in the official time and sales.

727.00. "FAST" QUOTATIONS-UNEXECUTED ORDERS.

Whenever price fluctuations of the commodities traded on the Exchange are "FAST" and the volume of business is large, it is common that different prices are bid and offered for the same delivery in different parts of the Pit at the same time. This may, at times, result in the execution by Members of orders at prices not officially quoted, or the inability of a Member to execute an order at a limited price. This is unavoidable, but is in no way the fault of the Member and it is not permissible for Members to readjust the price at which orders have been filled, nor to report as filled orders those that have not been filled. To do so is a major offense.

Quotations sent must be based on transactions made in the open market. The term "open market" is defined as a bid or an offer openly and audibly made by public outcry and in such manner as to be open to all Members in the Pit.

Any quotations based on transactions made in the open market, already distributed or sent out over the wire, shall not be cancelled.

728.00. QUOTATION CHANGES.

A. The Quotations Committee may approve the change of an opening range only within thirty (30) minutes after the opening of a specific contract month.

B. The Quotations Committee may approve the change of a closing range only within fifteen (15) minutes after the closing of each contract traded.

C. The Quotations Committee may approve a quotation change that affects a high or low at any time prior to the settlement of each contract traded.

D. The Quotations Committee may approve a quotation change that does not affect an open, high, low or close within fifteen (15) minutes after the close of each contract traded.

E. The Quotations Committee may approve the change of a settlement only within twenty (20) minutes after the closing of each contract traded.

F. A Member requested quotation change must be disclosed in accordance with Exchange procedures and approved by two (2) or more Quotations Committee
members. Additionally, a Quotations Committee member may not approve a quotation change if that member has a financial or personal interest that would be affected by the quotation change under consideration.

G. A quotation change must be accompanied by a written request form signed by the individual Member requesting the change.

H. For MGEXpress contracts, quotation changes will be handled in accordance with Exchange procedures.

728.01. AUTHORITY OF THE QUOTATIONS COMMITTEE AND THE BOARD OF DIRECTORS OVER QUOTATION CHANGES.

The Quotations Committee may review and recommend to the Board of Directors requests for quotation changes that affect an open, high, low or close which are not encompassed by Rule 728.00. The final disposition of such requests will be left to the Board of Directors.

730.00. PREARRANGED PRICES PROHIBITED.

Purchase or sales or offers to purchase or sell commodity futures or options in this market may not be made at prearranged prices.

731.00. BIDS AND OFFERS ABOVE OR BELOW CURRENT MARKET.

Except in the case of "Transfer" or "Office" trades Members are forbidden to offer to buy any commodity futures or options on this Exchange at a price higher than the current asking price, or to offer to sell any commodity in futures or options, on the Exchange, at a price below the current bid price. See Interpretation.

732.00. FICTITIOUS BIDS OR OFFERS PROHIBITED.

No Member, or Registered Firm or Corporation shall make any bids or offers in commodity futures or options in this market which are not made in good faith and intended to be carried out if accepted, and the making of pretended or fictitious bids or offers is hereby prohibited.

733.00. ATTEMPT TO UPSET MARKET PROHIBITED.

Purchase or sales of (or offers to purchase or sell) commodity futures or options in this market, made for the purpose of upsetting the equilibrium of the market or bringing about a demoralization of the market, so that prices will not properly reflect values, are forbidden. Any Member, or Registered Firm or Corporation who makes or assists in making such purchases or sales or such offers to purchase or sell, with knowledge of the purpose thereof or who, with such knowledge, shall be a party to or assist in carrying out any plan or scheme for the making of such purchases or sales or such offers to purchase or sell, shall be deemed and held to be guilty of uncommercial conduct.

740.00. PRINCIPAL AND AGENT: ACTING AS BOTH PROHIBITED.

No Member, or Registered Firm or Corporation shall be both principal and agent in any transaction for commodity futures or options made in this market, except under the following circumstances:

A. When two Members meet in the execution of orders in the appropriate Pit or designated area and, without prearrangement, unintentionally consummate a contract for one and the same Clearing Member principal, such transactions shall not be considered a violation of the Rules.
B. If, after public outcry in the Pit a Member is unable to execute an order, the
Member may, with the express prior consent of the person giving the order,
become the Buyer in respect to a selling order or orders of such person, or
may become the Seller in respect to a buying order or orders of such person.
In the exercise of this privilege prior consent may be given in the form of a
written agreement which is separate and distinct from the customer agreement.
No intermediary transmitting an order may give this consent without the prior
knowledge and permission of the principal for whom the order is being
executed. Provisions of subsections B. and C. of Rule 742.00, shall be
followed in the execution of such trades.

C. When a Broker receives a customer's order from a Clearing Member and on
bidding or offering, finds that the best response comes from a Broker whose
order is identifiably for the house account of the same Clearing Member,
acceptance of that order will not be regarded as a violation of the Rules. Such
instances must be random and not arise from preferential trading nor represent
a pattern of trading.

741.00. ACTING FOR BOTH BUYER AND SELLER PROHIBITED.

Except as expressly authorized by the provisions of Rule 742.00., no Member or Registered Firm or
Corporation shall allow himself or itself directly or indirectly, either by his own act or by the act of an
employee or Broker, or by the act of any other Member, Registered Firm or Corporation, to be placed
in the position of agent for both Buyer and Seller in connection with any transaction in futures or
options made in this market.

742.00. CROSS TRADING-HANDLING BOTH BUYING AND SELLING ORDERS.

A Member, or a Registered Firm or Corporation (hereinafter called "the Member"), who shall have in
hand at the same time both buying and selling orders from different principals for the same commodity
in futures or options in the same delivery month, may execute such orders for and directly between
such principals, at the market price, upon the following conditions:

A. If such orders are first offered openly and competitively by open outcry in the
Pit by both bidding and offering at the same price, and neither such bid nor
offer is accepted;

B. If such Member executes such orders in the presence of an official
representative of the Corporation designated to observe such transactions and
the Member himself clearly identifies all such transactions on the orders and
trading cards at the time of execution as a cross trade, and promptly presents
said orders and trading cards to the official representative of the Exchange for
stamping and signature;

C. Such transaction(s) shall be made a matter of permanent record by the
Exchange. (See Regulation 2019.00.)

D. The Member receiving or executing such orders shall have no interest therein,
directly or indirectly, except as a Futures Commission Merchant, or as a Broker.

PROVIDED FURTHER, that when two Members meet in the execution of orders
in the open market in the Pit and, without prearrangement, unintentionally
consummate a contract for one and the same Clearing Member principal, such
transaction shall not be considered a violation of the Rules. The Board of Directors is authorized to adopt regulations necessary to enable Members to utilize the provisions of this Rule.

743.00. ACCOMMODATION OR WASH TRADERS FORBIDDEN.

No Member shall make risk-free simultaneous purchases and sales of the same month of the same commodity for the same account at the same price.

750.00. PRIORITY OF CUSTOMERS' ORDERS.

No Member, acting as a Floor Broker, may buy or sell any commodity for future delivery for his own account or for any account in which he has an interest while holding an order for another person for the purchase or sale of the same commodity that is executable at the market price, or at the price at which such purchase or sale can be made for the Member's own account or the account in which he has an interest.

No Member, acting as a Floor Broker, may execute any transaction for any account of another person for which buying and/or selling orders can be placed or originated, or for which transactions can be executed, by such Member, without the prior specific consent of the account owner, regardless of whether the general authorization for orders or transactions is pursuant to a written agreement, except that orders of such an account may be placed with another Member for execution. However, a Member is not required to hand off orders for discretionary accounts or discretionary orders when orders originate on behalf of Members of Floor Brokers' immediate families, contract market members and proprietary accounts of contract market member firms. PROVIDED, however, that customers' orders, including price and time discretion orders, are executed before discretionary account orders for family members, contract market members or proprietary accounts of contract market firms.

For the purpose of this Rule, immediate family members are defined as spouses, children and stepchildren, parents, brothers, and sisters.

751.00. DISCLOSING ORDERS PROHIBITED.

Floor Brokers are forbidden to disclose to any party the possession of orders to buy or sell commodity futures or options in this market that have been given to Floor Brokers by another person for execution.

A Floor Broker may, however, use his discretion and bid or offer any quantity of contracts without violating this Rule when the information may aid or expedite a fill.

A Floor Broker acting pursuant to the second paragraph of Rule 750.00, or when supplying information requested by an authorized representative of the Commodity Futures Trading Commission or an Exchange official, will not be in violation of this Rule.

752.00. ACCEPTABLE ORDERS.

The following types of orders are acceptable in this market:

A. Market orders
B. Limited order
C. Stop-loss orders
D. Stop-limit orders
E. Opening orders
F. Closing orders
G. Spread orders

Types of orders not included above may be accepted by a Broker at his own discretion, but entirely at the risk of the account for whom the order is entered.

753.00. BROKERS’ LIABILITIES ON LIMIT ORDERS.

A Floor Broker shall not be liable for failure to execute a Limit Order unless the Broker is found to be negligent. In the case of a dispute regarding any unfilled Limit Order, the Futures Trading Conduct Committee is authorized to determine whether an adjustment is due a customer. No adjustment on any unfilled order shall be allowed if the Broker has not been found negligent by the Futures Trading Conduct Committee.

754.00. FILLING LIMIT ORDERS ON THE OPENING AND CLOSING.

Floor Brokers are not to be held liable for obtaining a complete or partial fill on Limit Orders falling within the opening or closing range even when those orders are the high or low prices of the range.

755.00. ORDERS OR CANCELLATIONS ACCEPTED ON A "NOT-HELD" BASIS.

All orders and cancellations that reach the Trading Floor fifteen (15) minutes or fewer before the opening of the market and all orders and cancellations that reach the Trading Floor fifteen (15) minutes or fewer before the close of the market through the end of the post settlement session may involve extraordinary problems and hence will be accepted solely at the risk of the customer on a "not-held" basis.

756.00. RECORDS OF ORDERS.

Each Member who receives a customer's order which is not in the form of a written record including the account identification, order number and the date and time such order was transmitted or received on the Trading Floor, must immediately upon receiving such order prepare a written record, in non-erasable ink, which includes the account identification and order number and shall record thereon, by time-stamp, the date and time the order is received. Except, however, that any Member who executes trades for the house account of a Clearing Member Firm shall be exempt from this requirement if the Clearing Member Firm elects to place verbal orders with the executing Member. Member to Member orders, wherein one Member executes an order for another Member, must be reduced to writing on an order in accordance with the provisions of this Rule.

760.00. MARGINS.

A. EXCHANGE MARGINS: This term shall mean United States Funds, negotiable securities or other property deposited with or to the sole credit of an agent or of a Clearing Member Firm as protection against losses incident to a transaction for future delivery.

   1. INITIAL MARGIN: This term shall mean a margin (as defined herein) deposited at the initiation of a futures transaction.

   2. MAINTENANCE MARGIN: This term shall mean a margin (as defined herein) maintained during the period a Futures Contract remains open.

Members and nonmember customers of a Minneapolis Grain Exchange Member Firm shall deposit and maintain initial and maintenance margins according to the Member Firm’s requirements. Initial margins as established by the Board of Directors shall be charged at a minimum. The Board of Directors
may by resolution increase or decrease initial and maintenance margins as
market conditions require.

PROVIDED, that the margins on spreading and hedging transactions shall be
the requirements of the Clearing House as a minimum, except where a
customer specifies that a spread involves a Minneapolis Grain Exchange
approved inter-exchange spread. Then the initial margin on the Minneapolis
side shall be at a minimum established by the Board of Directors. (Margin on
the Chicago Board of Trade side or the Kansas City Board of Trade side of the
spread to be in accordance with that market's requirements.)

The specific amounts of the initial, maintenance, and spread margins are to be
transmitted to the membership by special memorandum.

B. CLEARING MARGINS: This term shall mean United States Funds or securities
approved by the Clearing House Committee deposited with or to the sole credit
of the Clearing House as protection against losses incident to a transaction for
future delivery (See Regulation 2102.00. and Resolution 2102.00.C.)

762.00. NONCLEARING MEMBER MAKING OWN TRADES.

Members making their own trades in the Pit may be allowed to carry a five (5) contract position without
posting margins, provided those positions are marked to the market daily and are closed within fifteen
(15) days. All other positions (long or short) carried in the name of the nonclearing Member shall be
charged initial margins and shall be maintained in accordance with Rule 760.00. The application of
this Rule shall be at the sole discretion of the Clearing Member.

Members making their own trades need not be charged margins on spread positions, but spread
positions shall be marked to the market daily.

This Rule also applies to individual Members who on the Trading Floor give their orders to other
Members for execution.

765.00. TRADING FOR OFFICERS, COPARTNERS OR EMPLOYEES.

No Member, and no Registered Firm or Corporation, shall make a purchase or a sale of any commodity
futures or options in this market, or accept or carry an account for such purchase or sale, for the
account of an officer, copartner, or employee of another Member or of another Registered Firm or
Corporation, without the written consent of such other Member, Firm or Corporation having been
furnished.

766.00. CONFIRMATION OF FUTURES OR OPTIONS TRADES.

A Clearing Member shall confirm to the customer every transaction made for the customer's account no
later than the following business day. Such confirmation shall be in writing and shall show the
commodity bought or sold, the quantity, the price or premium and the delivery month and, if an option,
whether a put or call and the strike price.

768.00. ACCEPTANCE OF ACCOUNTS FROM OTHERS THAN PRINCIPALS.

Except as provided in OMNIBUS ACCOUNTS and DISCRETIONARY ACCOUNTS no Member and no
Registered Firm or Corporation shall make a purchase or a sale of any commodity in futures or options
in this market for the account of another party, nor shall any Member, or Registered Firm or
Corporation, accept or carry such an account for such other party, if such other party is known to be
acting as an agent for and on behalf of others, unless such other party is registered with the CFTC as
a Futures Commission Merchant under the provisions of the Commodity Exchange Act.
No purchase or sale of commodities in futures or options shall be made in this market, and no account for such purchase or sale shall be accepted or carried for the account of any person if such purchases or sales are made pursuant to trading authority given by such person to another person (not a member of the same family) to trade in his or her name, except on the following terms and conditions:

A. A monthly statement shall be sent directly to the person for whose account such purchases or sales have been made, showing the exact position of the account, including all open trades figured to the market;

B. Each transaction shall be specifically designated with the name of the person for whose account such purchase or sale has been made at the time the order is accepted;

C. No transaction shall be held open in the name of the person for whose account such transaction has been made if such transaction can be closed by making up an Account of Purchase and Sale;

D. Confirmations of all trades shall be sent promptly, both to the person for whose account such purchases or sales have been made and to the party authorized to act for his or her account;

E. Written evidence of such delegation of authority by such party to such other party to trade in his or her name shall have been furnished to the Member or Registered Firm or Corporation making the trade.

769.00. OMNIBUS ACCOUNTS.

An omnibus account stands in the name of an organization or firm and is utilized for placing and clearing the trades of one or more undisclosed customers of the account.

An omnibus account may be carried only for a person, organization or firm which is in compliance with the registration requirements of the Commodity Futures Trading Commission. It shall be the responsibility of the firm handling an omnibus account to be aware of, and vouch for the registration status of the account.

The person responsible for an omnibus account shall at all times disclose, upon request of the Clearing Member carrying that account, the gross long and short positions held by that account in each commodity. The person responsible for an omnibus account shall, at least two (2) business days prior to the first delivery day in a contract month, provide the Clearing Member carrying that account with a complete list of the purchase and sale dates of all open positions for that contract month. Such list shall be kept up to date throughout the delivery month.

A Clearing Member carrying an omnibus account (except an omnibus account of another Clearing Member) shall indemnify and hold harmless the Exchange for any loss of damage suffered by the Exchange by reason of fraudulent dealings with, or management of, customer funds and transactions within the omnibus account. Each Clearing Member that maintains an omnibus account with another Clearing Member shall also bear financial responsibility to the Exchange for that omnibus account.

770.00. DISCRETIONARY ACCOUNTS.

No Clearing Member shall accept or carry an account over which any individual, firm or organization, other than the person in whose name the account is carried, exercises trading authority or control without meeting the following conditions:
A. Authorization.

The individual, firm or organization in whose name the account is being carried shall sign and submit to the Clearing Member a power of attorney or other document by which trading authority or control is clearly given and that designates precisely to whom the trading control is given.

The power of attorney, trading authorization, or the document by which trading authority is given, shall be in writing showing the date it was entered into. It shall remain in effect until it is terminated by a written revocation signed by the person for whom the account is carried or by the death or incapacity of such person.

Termination may also be made by the person to whom such power has been delegated and must be in writing or by the death or incapacity of such person.

B. Orders.

Any person initiating an order for an account over which he has discretion must reduce the order to writing, record thereon the account number and date, and time-stamp the order. This requirement shall not apply to the following:

1. Accounts maintained by Members for their families (spouse, parent, child, grandparent, grandchild, brother, sister, aunt, uncle, nephew, niece, or in-law).

2. Accounts belonging to other Exchange Members.

3. Proprietary accounts of Registered Firms and Corporations.

C. Records.

The records of the Clearing Member shall clearly identify each controlled account it carries, and the Clearing Member agrees to provide the Exchange with a list of such accounts promptly upon request.

775.00. "BUCKET-SHOPS" FORBIDDEN.

No Member, and no Registered Firm or Corporation, shall make, negotiate in any form, have, or be in any way interested in any "Bucket-Shop" contract, trade, or transaction, whatever, or in any contract for the purchase or sales of any commodity whatever, for futures or options, without intent to make an actual purchase or sale, or to deliver or receive such commodity, but with intent to settle or cancel such contract by the payment of the difference between a contract and the market price, or in dealing in differences in the market price of any commodity without a bona fide purchase or sale of such commodity for actual delivery on this or some other Exchange where such commodity is dealt in.

No Member, or Registered Firm or Corporation, shall knowingly be interested in the business of, or associated in business with, or shall, in any transaction, act as the Broker or representative of, or shall execute any order for or on behalf of any person, exclusively, or otherwise in operating a "Bucket-Shop," in making, negotiating, or dealing in the contracts, trades or transactions previously prohibited in this Rule.
Any Member, or any Registered firm or Corporation, who or which has violated the provisions of this Rule, shall be subject to punishment as prescribed in Chapter VI and, in addition thereto, shall be either suspended or expelled.

780.00. OFFICIAL OPENING.

The official opening of the market shall be understood to include all prices at which opening orders are executed, provided that in the opinion of the Market Observer and the Quotations Committee, due diligence and promptness have been observed in handling such orders. The condition of the market shall also be considered by the Market Observer in consultation with the Quotations Committee in forming the decision.

785.00. POST SETTLEMENT SESSION.

Following the posting of the settlement prices of the designated contracts and a one (1) minute warning bell, there shall be a post settlement session (“PSS”). Trading may occur only under the following conditions:

A. Except as otherwise set forth in this Rule, the Rules applicable to trading during regular trading hours shall be applicable to trading during the PSS.

B. Orders entered for execution or potential execution during regular trading hours remain eligible for execution during the PSS, unless otherwise cancelled. Additionally, new orders placed after the end of the regular trading session may be executed during that day’s PSS.

C. Members, Clearing Members and their customers may participate in the PSS.

D. Contract months eligible to be traded during the post settlement session shall include only those contracts that traded during that day’s regular trading hours. An expiring Futures Contract is eligible to be traded during the PSS if it previously traded during regular trading hours.

E. Trades during the PSS must be executed at prices within the regular trading session’s high/low trade price range. Further, at least one (1) leg of a spread trade must be priced within the regular trading session’s high/low trade price range. However, for single line entry differential spreads (SLEDS) leg prices may be assigned by the Clearing House.

F. Trade prices and trade volume during the PSS will not be used to compute any settlement price.

G. Commodity Futures and Options Contracts designated for trade during the PSS, the start of the PSS, the length of time of the PSS and additional conditions for trading during the PSS shall be established and may be modified at any time by the Board of Directors.