

**MEMORANDUM**

**TO:** PBOT Members, Participants, Member Organizations and Participant Organizations

**FROM:** Office of the Secretary

**RE:** PBOT Executive Committee Meeting of September 26, 2006

**DATE:** October 2, 2006

---

The Executive Committee of the Philadelphia Board of Trade, Inc. ("PBOT") convened on Tuesday, September 26, 2006 and, pursuant to its delegated authority from the Board of Directors under By-Law Article V, Section 5, took the following actions:

- Authorized and approved staff to file with the Commodity Futures Trading Commission ("CFTC") three membership-related dues and fees to (i) eliminate annual membership dues of \$100 per annum effective June 1 of each year and replace it with membership dues of \$500 per month, effective November 1, 2006; (ii) eliminate the initiation fee of \$1,500 and raise the Application Fee from \$200 to \$350; (iii) reduce the Seat Transfer Fee from \$500 to \$250 effective January 1, 2007.
- Authorized and approved staff to deliver letters and checks to purchase and dispose of membership shares of PBOT members who have been delinquent in paying their membership dues in excess of one year.
- Authorized and approved staff to impose and collect transaction charges for LIBOR-based products, including a \$1.50 customer per contract side fee. The Committee further approved amendments to eliminate from the PBOT Fee Schedule: the \$.05 per contract on all contracts on which floor brokerage is earned or for floor brokers executing transactions for their own member firms and the \$.01 per contract on all buy or sell transactions to the NFA from Firm and Registered Commodity Traders.
- Authorized the PBOT President or his designated officer to execute Membership Agreements with duly approved new members for \$100 per month, as well as authority to approve the transfer of ownership rights between lessors and lessees who submit either a duly executed Membership Lease for Unaffiliated Parties or an ABC Membership Lease with an executed Sale and Subordination Agreement.

- Authorized staff to file with the CFTC proposed rule changes and product terms and conditions to become effective when trading commences on the new PBOT XL electronic trading system. These rules pertain to the PBOT XL electronic trading system, rules for the Daily Expiry™ 3-month US Dollar LIBOR Futures contract and an amendment to existing rule 363, Clearing Corporation Rules, as required by the Amended and Restated Agreement for Clearing and Settlement Services with The Options Clearing Corporation (“OCC”).
- Authorized and approved the execution, delivery and performance of the Amended and Restated Agreement for Clearing and Settlement Services with the OCC.
- Authorized staff to file with the CFTC as proposed rule changes Notices to Members regarding trading days and hours, market opening, members’ responsibility for orders or quotes and customer margins.