

MEMORANDUM

TO: All Members and Member Organizations of
The Philadelphia Board of Trade, Inc.

FROM: Dan Carrigan, Vice President—Business Development

DATE: October 10, 2006

SUBJECT: Solicitation for Market Maker Appointments

The Philadelphia Board of Trade (“PBOT”) is soliciting current and prospective Members or Member Organizations to act as Market Makers in the below listed futures products¹:

PBOT Cash-Settled Treasury Futures – 2 Year
PBOT Cash-Settled Treasury Futures – 3 Year
PBOT Cash-Settled Treasury Futures – 5 Year
PBOT Cash-Settled Treasury Futures – 10 Year
PBOT Cash-Settled Treasury Futures – 30 Year
PBOT Sector Credit Default Swap (SCDSSM) Index
PBOT World CurrencySM Futures Euro
PBOT World CurrencySM Futures British Pound
PBOT World CurrencySM Futures Japanese Yen
PBOT World CurrencySM Futures Swiss Franc
PBOT World CurrencySM Futures Chinese Yuan

Questions regarding the above products may be directed to Dan Carrigan at 215-496-5017.

Organizations wishing to apply for an appointment as an Market Maker in any of the above futures contracts, should deliver an application in the form of a letter outlining the organization’s qualifications with regard to market making technology and ownership equity.

Pursuant to PBOT Rule E10, the Exchange may enter into a written agreement with a Market Maker establishing the Market Maker's rights and obligations. Among other possible obligations, the Exchange may require a Market Maker to (1) facilitate a liquid and orderly market, (2) enter into a written agreement specifying the frequency and competitiveness of its Quotes, and (3) maintain records sufficient to prove compliance with the written agreement. The Exchange may only appoint a maximum of five (5) market makers per product. The start of trading for the above products will be driven largely by market maker interest and a separate memorandum will be issued with start dates once determined.

Completed letter applications should be submitted to Todd Borneman at 215-496-1261, Todd.Borneman@phlx.com or Brandon Jones at 215-496-1484, Brandon.Jones@phlx.com. However, please feel free to address any questions regarding the above, connectivity or potential market maker rights and obligations before submission to Dan Carrigan at 215-496-5017 or Walt Smith at 215-496-5532.

¹ All futures products will settle in US dollars