



Trade the Russell index futures on ICE

MAKE YOUR MOVE

Five Reasons to trade the Russell on ICE

- Exclusively on ICE
 - ICE will very soon be the **only** place to trade Russell index futures
 - Exclusive arrangement in place after transition
- Better Value
 - ICE offers competitively **low fees** to trade Russell index futures
 - .30 per side for Chicago Exchange members
- Unmatched Speed & Technology
 - Trading Russell on ICE is **faster** than at any other exchange
 - 3 millisecond transaction time on ICE
- Solid Liquidity
 - The **top** Russell futures liquidity providers in the industry are here
 - 20 futures and options market makers
- Products
 - **Russell 2000, Russell 1000**, blocks, trade at settlement, trade at index close, spreads, cross-margining

Exclusively on ICE

- June, 2007- ICE entered into an agreement with Russell Investments to become the exclusive provider of futures and options on futures contracts for the Russell U.S. equity indexes.
- Nearly 99% of all institutional assets benchmarked to a small-cap index use Russell Indexes - Russell 2000 (44.2%), Russell 2000 Value Index (25.7%), Russell 2000 Growth Index (18.6%) and Russell 2500® Index (10%).
- The small-cap Russell 2000® Index ranks as the second most commonly used equity benchmark in number of products, representing 511 benchmarks.

Better Value

Russell on ICE offers **Special Pricing Programs**

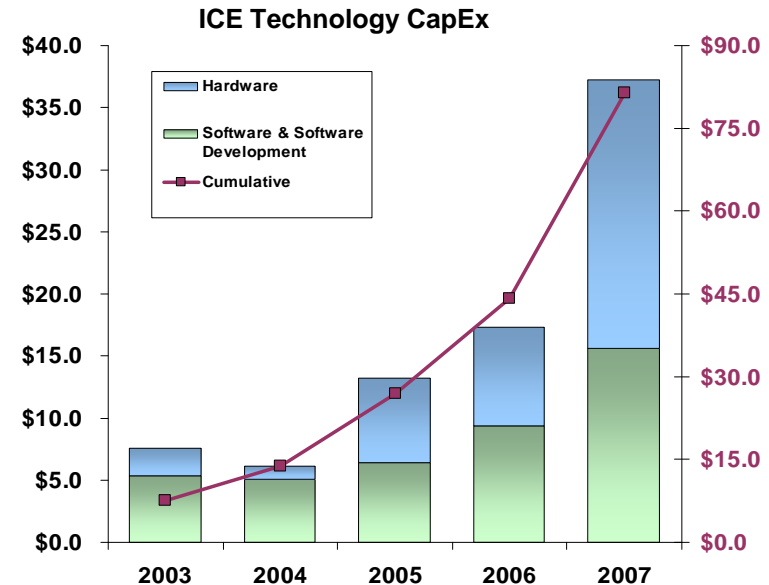
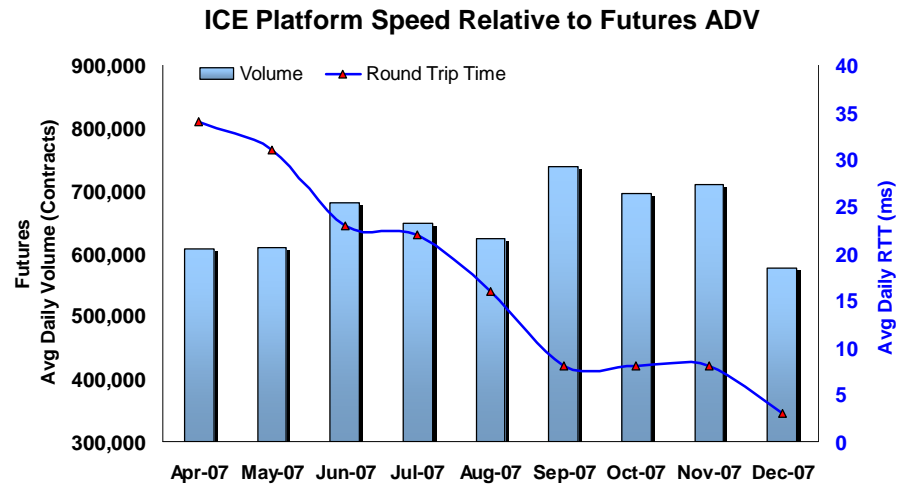
- Chicago exchange member program
 - \$0.30 per side for CME and CBOE members
 - \$0.12 per side for individual Chicago exchange members
 - >200 sides per day volume requirement

Unmatched Speed & Technology

- **ICE's innovative software and network capabilities offer unparalleled speed and reliability.**
 - Futures roundtrip time: 3ms
 - Fut/OTC roundtrip time: 7ms

- **ICE's Chicago data center increases access and reduces network latency**

- **ICE's integration of three exchanges and three clearing houses make it a comprehensive service model.**



Solid Liquidity

- 17 market makers in futures
 - Tight bid/ask spreads and size
 - Same or better liquidity as competition (compare side by side)
- 3 market makers in options on futures

Products

- Contracts
 - Russell 1000 futures and options
 - Russell 1000 mini futures and options
 - Russell 2000 futures and options
 - Russell 2000 mini futures and options
 - And more to come!
- Trading
 - Calendar spreads, blocks, EFPs, trade at settlement, trade at index close & cross-margining

Calendar spreads

- Roll via Calendar spreads
 - If you are long or short June Russell index futures on CME:
 1. Sept/June - buy or sell ICE Russell index futures
 2. Let June position on CME expire
 3. ICE and CME expire same trading day, at same settlement price
 4. June positions cancel out, left with long or short September Russell position on ICE

Block trades

1. Contact Market Supervision at 212-748-3949 blocktrades@theice.com.
2. Fill out block trade form, email it back.
3. Eligible Contract Participant (“ECP”) status, as defined by the Commodity Exchange Act is required in to block trade. Blocks can be entered on behalf of individual customers by ECPs.
4. Block trades must adhere to the minimum tick and price requirements of the specific market and must be entered at a single price.
5. All Russell products have a minimum threshold quantity of 75 contracts. There are no surcharges for Russell block trades.
6. The selling clearing member must notify ICE by email within 5 minutes of the trade. Both the selling and buying clearing member must accept or challenge the transaction within 30 minutes.

Trade at settlement

- Trade at settlement
 - Orders to buy or sell futures contracts at settlement price may be submitted at the pre-open period for the respective product through the end of the futures contract settlement window. The Russell 2000 mini pre-open begins at 7:45 p.m. ET the prior calendar day. The settlement window is 4:14 p.m. to 4:15 p.m. ET.
 - TAS orders are matched on a first-in, first-out basis. Once matched, each TAS transaction receives a trade price equal to the daily settlement price for the respective futures contract month, as determined and published by the exchange.

Trade at index close (TIC)

- Trade at index close (TIC)

Orders to buy or sell a futures contract at a price equal to the closing cash index value plus or minus an agreed number of index points above or below the closing value.

- TIC trades may be submitted at the pre-open period for the respective product through the end of the futures contract settlement window each day. The Russell indexes pre-open begins at 7:45 p.m. ET the prior calendar day and the settlement window is 4:14 p.m. to 4:15 p.m. ET.
- TIC orders are matched on a first-in, first-out basis. Once matched, each TIC transaction receives a trade price equal to the daily cash closing index value plus or minus the agreed number of index points.

Make your move now

- September 19 - ICE will be the exclusive home to Russell index futures.
- **No** viable substitute for Russell indexes futures exists for small cap traders.
- Equal or better liquidity and competitively low prices are available now on ICE.
- Liquidity elsewhere will decrease as clients are moving to ICE now.
- To receive best execution, best value, and long term commitment to the product – make your move now.
- The June Russell recon has **zero** impact on the June Roll.
- Don't wait for the September roll, there is no benefit.

Appendix

- Cross-margining
- Trading hours and contract specs
- Market disruptions/limit moves
- Order types
- ISVs

Cross-margining

- ICE Clear U.S. will allow clearing member firms and market professionals to cross-margin Russell stock index products with positions cleared by The Options Clearing Corporation (OCC).
- Cross-margining provides for margin relief by combining eligible options and futures products cleared at the two organizations into one clearing account.
- The margin requirements of the cross-margin account will be based on the net risk of the positions as if they were in one portfolio
- Members of ICE Futures U.S. and/or OCC are automatically eligible for the cross-margin arrangement.
- Customers must be a market professional to participate in the cross-margin program.
- Market Professionals are defined as market makers, specialists or registered traders as defined by OCC.
- Market Professionals that are non-members of ICE Futures U.S. are required to execute a participant agreement to benefit from cross margining.

Russell index futures

- Trading Hours
 - Open 8 PM ET Sunday through Thursday
 - Close 6 PM ET Monday through Friday
 - Daily Settlement 4:15 ET
- Contract Specifications
 - Russell 2000 **TO** = Full-size contract = \$500 X index
 - (Block Symbol **TL**) Tick Size .01 = \$5.00, .05 = \$25.00
 - Russell 2000 mini **TF** = Mini-size contract = \$100 X index
 - (Block Symbol **TS**)
 - Russell 1000 **R** = Full-size contract = \$500 X index
 - (Block Symbol **RL**) Tick Size .01 = \$5.00, .05 = \$25.00
 - Russell 1000 mini **RF** = Mini-size contract = \$100 X index
 - (Block Symbol **RS**)

Russell options on futures

- Trading Hours
 - Open 8 PM ET Sunday to Thursday
 - Close 6 PM ET Monday through Friday
 - Daily Settlement 4:15 ET
- Contract Specifications
 - American Style options
 - Russell 2000 **TO** = Full-size contract = \$500 X index
 - (Block Symbol **TL**) Tick Size .01 = \$5.00, .05 = \$25.00
 - Russell 2000 mini **TF** = Mini-size contract = \$100 X index
 - Strike prices = Integers divided by five (e.g., 670.00, 675.00)
 - Russell 1000 **R** = Full-size contract = \$500 X index
 - (Block Symbol **RL**) Tick Size .01 = \$5.00, .05 = \$25.00
 - Russell 1000 Mini **RF** = Mini-size contract = \$100 X index
 - (Block Symbol **RS**)

Market disruptions/limit moves

- Only a quarterly limit down price limit
- The current quarter has a limit down value of 65.00 points on the R2000 and 70.00 on the R1000
- Limits are identical to those of our competitors and are coordinated accordingly
- For more information consult Rule 19.06

Order Types

- Market orders
- Limit orders
- Stop limit orders
- No-cancellation range (updated frequently)

EFPs

- Each side enters trade using ICE Block
- May also call the floor
- For more information contact:
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