

CME Commodity Products

CME Cash-Settled Butter Futures



Electronically Traded CME Cash-Settled Butter Futures

CME has long been known for innovative products that assist the risk management needs of the agricultural industry. Now, to enable today's dairy markets to address the issue of increased price volatility, CME has created a new electronically traded product: CME Cash-Settled Butter futures.

Specifying the trading of 20,000 pounds of butter, CME Cash-Settled Butter futures are half the size of the CME Butter contract, which is a physically delivered product. The trading hours for this contract are from 9:30 a.m. to 1:10 p.m. Central Time (CT). Trading ceases at 12:10 p.m. CT on the last day of trading for expiring contracts. The contract will be cash settled based upon the first-released USDA monthly weighted average price of butter in the U.S. The symbol for CME Cash-Settled Butter futures is CB.

Benefits of CME Cash-Settled Butter Futures

Electronically traded

- » Immediate market access, direct participation in price discovery

Transparent prices

- » Top bids and offers displayed to all market participants

Ensured liquidity

- » Continuous and competitive marketplace maintained by market maker, Modern Dairy Markets LLC

Cash-settlement

- » There is no delivery component for this contract.

CME Cash-Settled Butter futures are the first component of what will become a suite of electronically traded dairy futures products.

For more information on this innovative product, please contact CME Customer Service at 1-800-331-3332, or visit www.cme.com/butter.

CME Cash-Settled Butter Futures

Contract Size:	20,000 pounds - Grade AA
Quotation:	U.S. cents per pound
Minimum Price Increments:	\$.00025
Tick Values:	\$5.00
Daily Price Limits:	\$.05 per pound (\$1000 per contract) expanded to \$.10 per pound (\$2000 per contract) after one day limit move. No limits during last 5 trading days in expiring contract months.
Months Traded:	All calendar months
Termination of Trading:	Business day preceding the release date for the USDA monthly weighted average price in the U.S. for butter.
Ticker Symbol:	CB
Settlement:	Cash-settled to USDA monthly weighted average price in the U.S. for butter.
Position Limits:	Spot month, as of the close of business on the business day preceding the last 5 trading days: 50 contracts Other months: 500 contracts
Trading Hours:	9:30 a.m. to 1:10 p.m. (12:10 p.m. on last day of trading)