



TO: Eris Exchange Market Participants

FROM: Eris Exchange Control Center

NOTICE: #18-M11

DATE: November 30, 2018

SUBJECT: Eris Direction and Price Adjustments in Transfer to CME Group

This Notice serves to inform Eris Exchange, LLC ("Exchange") participants that the Eris USD Interest Rate Swap Futures complex will cease trading on Eris Exchange on November 30th and transfer to trading on CBOT at CME Group on December 2nd 2018.

This Market Notice is a reminder and summary of communications regarding the process for transferring positions from the Exchange to CME Group that have previously been published by the Exchange since the announcement earlier this year.

Sequencing

Friday, November 30th: Eris Exchange will shut down the Eris SwapBook matching engine session at 4pm Central Time (CT) on November 30th, 2018.

Sunday, December 2nd: USD Eris Swap Futures will be listed on CME Group's CBOT exchange and will trade for the first time on CME Globex, starting at 5pm CT for trade date December 3rd.

The transfer will not result in a change in P&L nor effect a movement in variation or maintenance margins. Open positions held at FCMs at the close of business (COB) November 30th will be adjusted as follows:

1. **Reverse of the long/short direction of open positions:** long positions at COB November 30th will be flipped to equal short positions, and vice versa. The direction of Eris today is the opposite of what it will be once on CBOT on December 2nd (the buy/sell direction at CBOT will be consistent with US Treasury futures and Eurodollars).
2. **Adjustment to Price from Eris Exchange to CME Group format:** Settlement Prices for COB November 30th will be converted to a Start of Day December 3rd price and will be equal to **(200 – x)**, where '**x**' is the Settlement Price for COB November 30th.

Example: a long of 100 contracts of 5Y USD Eris Swap Futures with a Settlement Price on COB November 30th of 102.5000 will become a short of 100 contracts of 5Y USD Eris Swap Futures at a price of 97.5000 (200-102.5000) at the Start of Day December 3rd.



Rebooking of initial entry prices: Eris position holders may wish to adjust their initial position entry price and entry direction ex-post, using the same procedures outlined in #1 & 2 above, so that there is no long-term change in accumulated P&L.

Historical Closing Prices:

Eris will be converting historical closing price data for all Eris USD Primary Standard Swap Futures contracts to the CME Group price format.