

SUMMARY OF LIVE CATTLE DELIVERY SPECIFICATION CHANGES

November 1964	<p><u>Began trading Nov. 30, 1964</u></p> <p>25,000 lbs of Choice Steers (variance $\pm 5\%$)</p> <p>Par weights: 1,000 to 1,150 lbs with a 61% yield 1,151 to 1,300 lbs with a 62% yield</p> <p>Par delivery in Chicago, IL</p> <p>Delivery in Omaha, NE at a \$0.75/cwt discount</p> <p>Last trading day 20th calendar day or last business day prior to 20th</p> <p>Daily Price Limit of \$1.50 per cwt</p>
February 1966	<p>New par weights:</p> <p>Average 1,050 to 1,150 lbs with a 61% yield</p> <p>Average 1,151 to 1,250 lbs with a 62% yield</p>
August 1966	<p>Delivery point changes:</p> <p>Added Kansas City, MO at \$1/cwt discount</p>
August 1969	<p>Par weight of delivery unit increased to 40,000 lbs (variance still $\pm 5\%$)</p> <p>Daily Price Limit of \$1 per cwt</p>
August 1971	<p>Delivery point changes:</p>

Omaha, NE deliverable at par
Chicago, IL deliverable at \$0.50/cwt premium
Added Peoria, IL at \$0.50/cwt premium
Added Guymon, OK at \$1/cwt discount
Dropped Kansas City, MO

April 1972 Delivery point changes:
 Added Sioux City, IA at par
 Dropped Chicago, IL

June 1973 Peoria, IL deliverable at par

December 1974 Delivery point changes:
 Added Guymon, OK at \$0.75/cwt discount
 Added Joliet, IL at par
Daily price Limit of \$1.50 per cwt

April 1976 New par weights:
 Average 1,050 to 1,125.5 lbs with a 62% yield
 Average 1,125.6 to 1,200 lbs with a 63% yield
 No individual animal below 950 lbs or above 1,300 lbs
Added Yield Grade requirements – Yield Grades 1 through 4 deliverable

February 1977 Guymon, OK deliverable at \$0.50/cwt discount

January 1977	Guymon, OK deliverable at par (all points at par from this date forward)
August 1981	Delivery point changes: Added Greeley, CO
June 1985	Delivery point changes: Dropped Guymon, OK Added Dodge City, KS Added Amarillo, TX
February 1990	Dropped Joliet, IL as delivery point
October 1990	Dropped Peoria, IL as delivery point
February 1991	Last trading day changed to the business day immediately preceding the last 5 business days of the contract month
October 1993	New par weights: Average 1,050 to 1,125.5 lbs with a 62% yield Average 1,125.6 to 1,250 lbs with a 63% yield No individual animal below 950 lbs or above 1,300 lbs
June 1995	Par delivery unit 40,000 lbs of 55% Choice, 45% Select steers, Yield Grade 3; variations from par linked to market-based premiums & discounts



New par Live Weights:

Average 1,050 to 1,250 lbs with a 63% yield

No individual animal below 1,000 lbs or above 1,300 lbs

New par Carcass Weights: (for new carcass delivery option)

600 to 900 lbs with a 63% yield

Below 600 lbs or above 900 lbs deliverable at 20% discount

Delivery point changes:

Added Norfolk NE

Added North Platte, NE

Added Ogallala, NE

Added Pratt, KS

Added Guymon, OK

Added Clovis, NM

Dropped Greeley, CO

June 1998

Last trading day changed to last business day of the contract month

New par Live Weights:

Average 1,100 to 1,300 lbs with a 63% yield

No individual animal below 1,050 lbs or above 1,350 lbs

New Carcass Weights:

600 to 900 lbs with a 63% yield

550-600 and 900-950 lbs deliverable at discount tied to USDA
premium and discount report

Below 550 lbs or above 950 lbs deliverable at 20% discount



November 1999

Delivery point changes:

Dropped Omaha, NE

Added Columbus, NE

February 2001

Delivery point changes:

Added Syracuse, KS

Added Tulia, TX

April 2002

Delivery point changes:

Dropped Sioux City, IA

October 2002

Delivery point changes:

Dropped Guymon, OK

March 2003

Serial futures listed (Jan, Mar, May, Jul, Sep and Nov)

June 2003

New par Live Weights:

Average 1,100 to 1,325 lbs with a 63% yield

No individual animal below 1,050 lbs or above 1,375 lbs

October 2003

Daily Price Limits expandable from \$1.50 to \$3 and then \$5 per cwt.

December 2003

New par Live Weights:

Average 1,100 to 1,350 lbs with a 63% yield

No individual animal below 1,050 lbs or above 1,400 lbs

New Carcass Weights:

950-1,000 lbs deliverable at discount tied to USDA national premium and discount report

Delivery point changes:

Added Guymon, OK

Added Texhoma, OK

February 2004

Daily price Limit of \$3 per cwt

October 2004

Premiums & discounts linked to new 5-Area USDA premium & discount report

June 2006

Serial futures delisted

December 2007

New par Live Weights:

Average 1,100 to 1,425 lbs with a 63% yield

No individual animal below 1,050 lbs or above 1,475 lbs

April 2008

Delivery point changes:

Dropped Guymon, OK

October 2008

New par Live Weights:

Eliminated average weight requirements

Individual animals between 1,050 lbs and 1,475 lbs deliverable at par

Individual animals between 1,475 lbs and 1,550 lbs deliverable at discount linked to 5-Area USDA premium & discount report



August 2009	Delivery point changes: Added Wray, CO Added Worthing, SD
October 2011	New par Live Weights: Individual animals between 1,050 lbs and 1,500 lbs deliverable at par Eliminated 1475-1550 lbs. discount linked to 5-Area USDA premium & discount report Increase the distance from 150 miles to 200 miles for determining the corresponding CME-approved slaughter plants: For each live-graded delivery point and For feedlots from which the cattle originate
August 2014	Par weight 1050-1500 with discount for 1500-1550 linked to 5-area report
August 2015	Heifers deliverable at 1050-1350 pounds
December 2014	Expandable daily price limit of \$4.50/cwt (should either of the two front contract settle at the initial limit of \$3.00/cwt)
February 2016	Trading hours amended, ending trading daily at 1:05 p.m.
November 2016	Delivery point changes: Dropped Norfolk, NE

December 2016	US-origin only cattle are deliverable (following the repeal of beef being covered under COOL which essentially also required US origin only)
June 2017	Delivery point changes: Add Dalhart, TX Add West Point, NE
July 2017	Delivery point changes: Add Lexington, NE Add Kearney, NE
October 2017	\$1.50/cwt discount on deliveries tendered to Worthing in October contract month Par quality grade of 60% choice and 40% select
December 2017	<ol style="list-style-type: none">1. Amend the last day on which a seller may tender a Certificate of Delivery (“Last Tender Date”) to no later than noon on the Business Day following Last Trade Date (“LTD”).2. For Certificates of Delivery tendered to the Exchange on Last Tender Date, live-graded delivery may occur on Business Days eight through eleven of the succeeding calendar month, inclusive.3. For Certificates of Delivery tendered to the Exchange on Last Tender Date, if the seller is unable to obtain clearance from an approved livestock yard for Business Days eight through eleven of the succeeding calendar month, or if a USDA grader is unavailable for grading at the designated livestock yard for Business Days eight through eleven of the succeeding calendar month, the Exchange may extend the delivery period up to an additional three Business Days (i.e., up to the 14th Business Day of the succeeding calendar month).4. For Certificates of Delivery tendered to the Exchange on Last Tender Date, if the assigned buyer elects carcass-graded delivery, the slaughter shall take place

on a Business Day chosen by the buyer between the fourth Business Day and the eleventh Business Day, inclusive, of the succeeding calendar month.

5. For Certificates of Delivery tendered to the Exchange on Last Tender Date, if the seller was granted an extension by the Exchange to deliver past the eleventh Business Day of the succeeding calendar month (pursuant to Item 3 above), and if the assigned buyer elects carcass-graded delivery, the slaughter shall take place on a Business Day chosen by the buyer between the fourth Business Day of the succeeding calendar month and the Business Day for which the extension was granted, inclusive.

6. Amend timing deadlines associated with tender, demand, retender, reclaim, and assignment of Certificates of Delivery to the Clearing House to one and a half hours earlier.

October 2018

Par quality grade of 65% choice and 35% select

Increase the penalty for failing to present a complete load of steers or heifers from \$0.015 to \$0.030 per pound each Business Day until proper delivery is made and amend the penalty language to clarify that a USDA grader can assess a penalty for slowing the live grading process by failing to properly sort a load prior to delivery and allow that grader to assess such sorting penalties without stopping the delivery process of the Live Cattle Futures contract.