The Development of the NYMEX Uranium Futures Market

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An Overview of NYMEX

- Regulated by the Commodity Futures Trading Commission as a Trading Facility and as a Clearing Organization
- Two Divisions: NYMEX and COMEX
- Continuous 134-Year History as Commodity Exchange
- Open Outcry Floor Trading
- Web-Based Clearing and Trading
  - CME Globex ®
  - ClearPort®
  - Dubai Mercantile Exchange Joint Venture
  - Russian Joint Venture to Develop Futures Exchange for Russian Resources (6/8/07)

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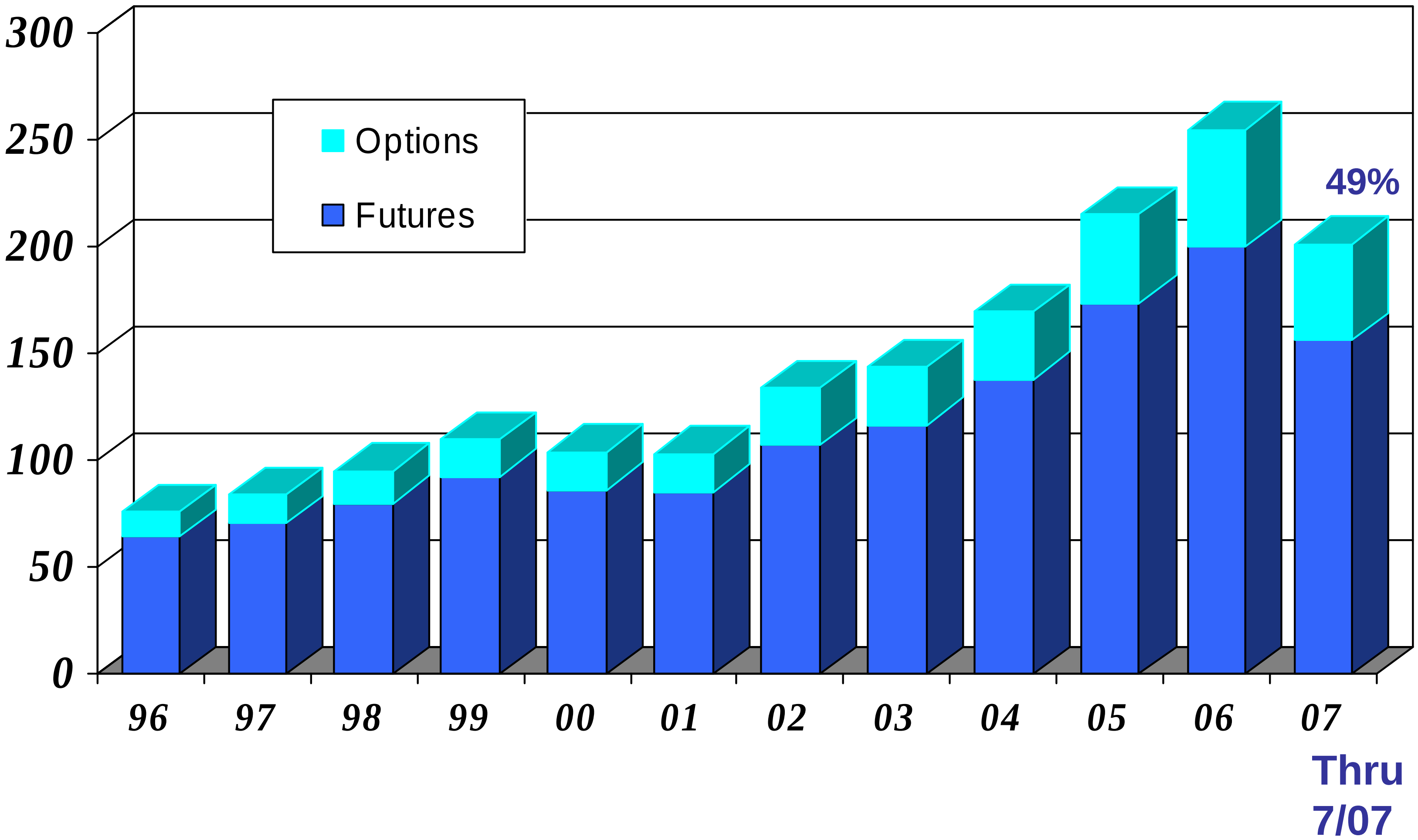
Overview of NYMEX Volumes and Growth



Futures Market Regulation

- Commodity Futures Trading Commission
- NYMEX Compliance Department
- Market Surveillance
- Trade Surveillance
- Financial Surveillance
- Risk Committee
- NYMEX Clearinghouse with $18 billion in Clearing Member Short Term Assets

Function of Futures

- **Price Risk Transfer / Hedging**
  - **Use of the futures market to reduce price risk**
  - **Direct relationship required between cash and futures market prices**

- **Price Discovery**
  - **Transparent prices generated by futures trading**
  - **Use of futures prices for determination of cash market values**

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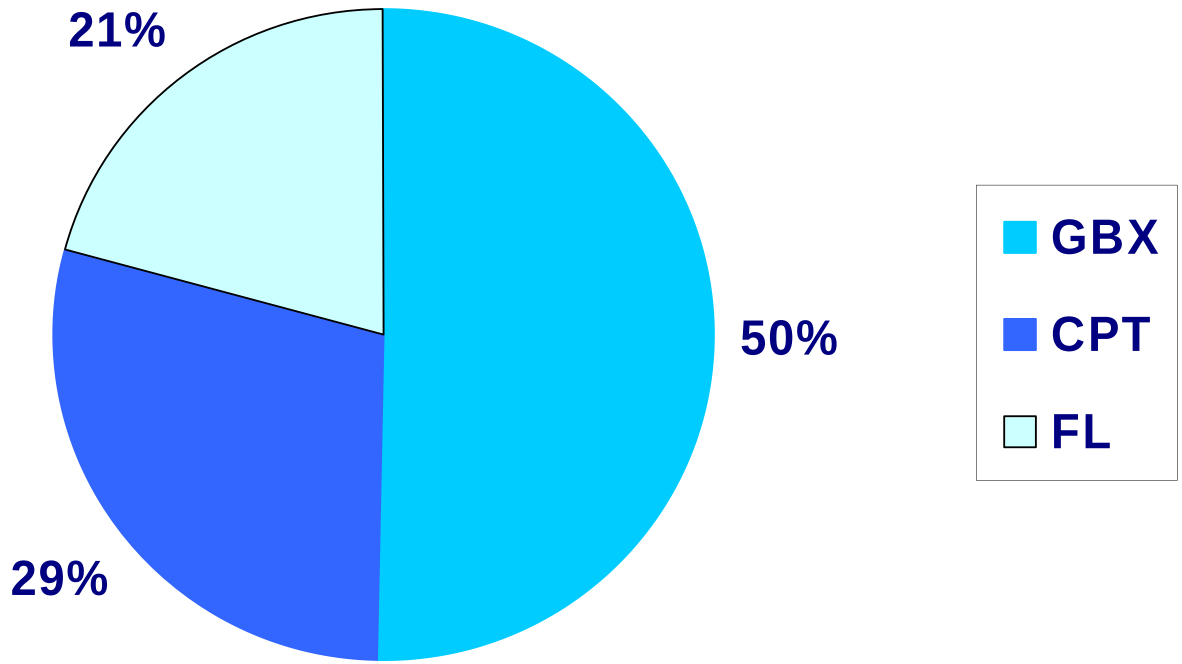
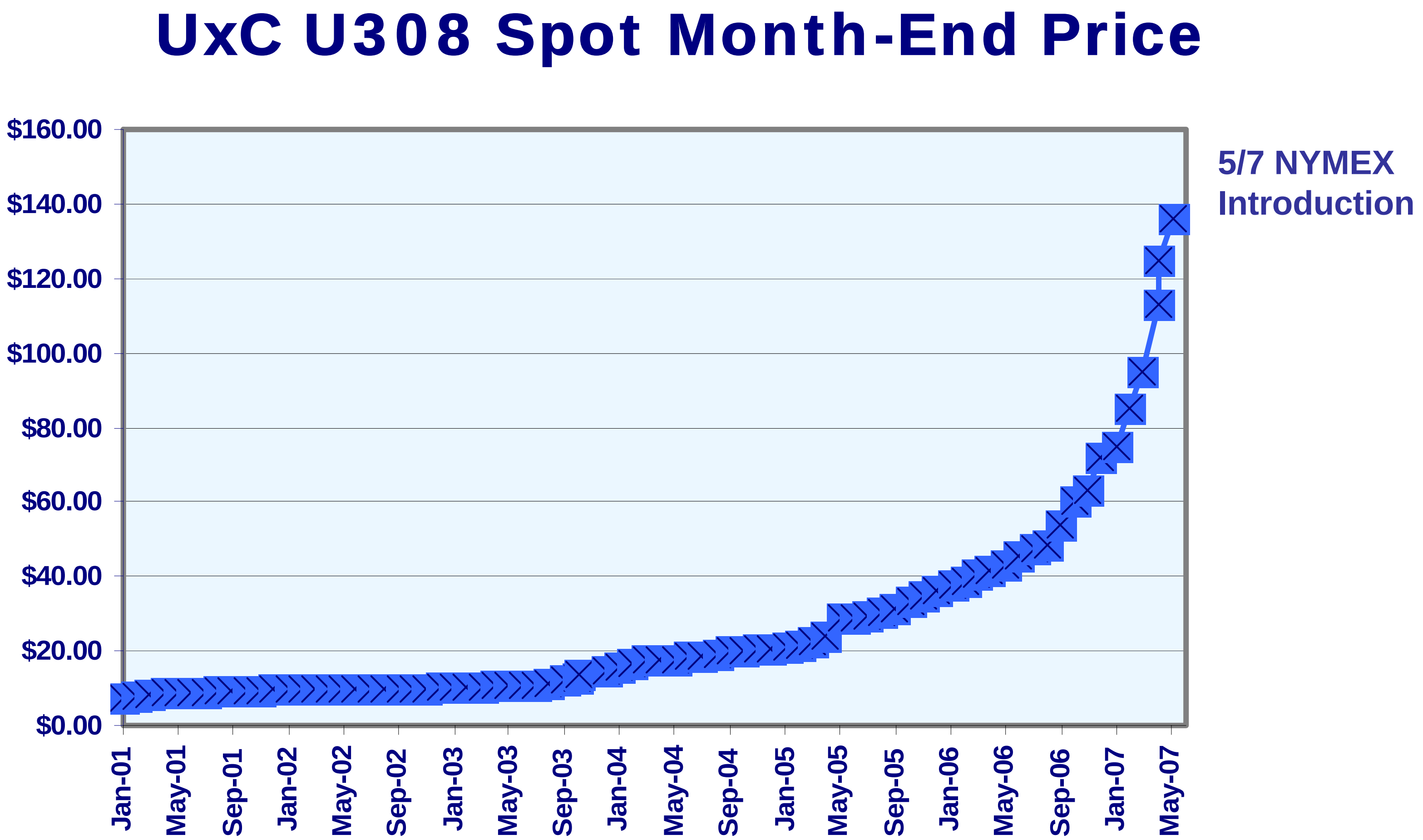
NYMEX Complex Volume Segments

8/17-/30/07



Volatility in the Uranium Market



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NYMEX UxC Uranium U3O8 Swap Futures Contract
(Filed with CFTC)

- **Scope**
- Cash settlement based on the Floating Price.
- **Floating Price**
- Month-end spot Ux U3O8 price published in Ux Weekly for the contract month by Ux Consulting Company, LLC (UxC).
- **Contract Quantity**
- 250 pounds of U3O8

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NYMEX UxC Uranium U3O8 Swap Futures Contract

- **Contract Months**
  - 60 Consecutive Months
- **Prices and Fluctuations**
  - U.S. dollars and cents per pound of U3O8. The minimum price fluctuation is $0.05 per pound.

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NYMEX UxC Uranium U3O8 Swap Futures Contract

- **Termination of Trading**
- **Last Monday of the contract month that is a business day.**
- **Payment Date**
- **10 business days following each contract month.**
- **Exchange of Futures for, or in Connection with Product and Exchange of Futures for, or in Connection with Swap Transactions**
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UX Contract Activity (5/7-8/31/07)

Contract Month		Volume	Last Settlement
▪ Jun	07	107	$136.00 Closed
▪ Jul	07	1	$120.00 Closed
▪ Dec	07	345 (52%)	$80.00
▪ Jan	08	61	$80.00
▪ Feb	08	26	$80.00
▪ Mar	08	26	$80.00
▪ Apr-Jun	08	38	$80.00
▪ Jul-Dec	08	28	$85.00

Total Trading Days: 83
Total Contracts: 666
Total Lbs: 166,500

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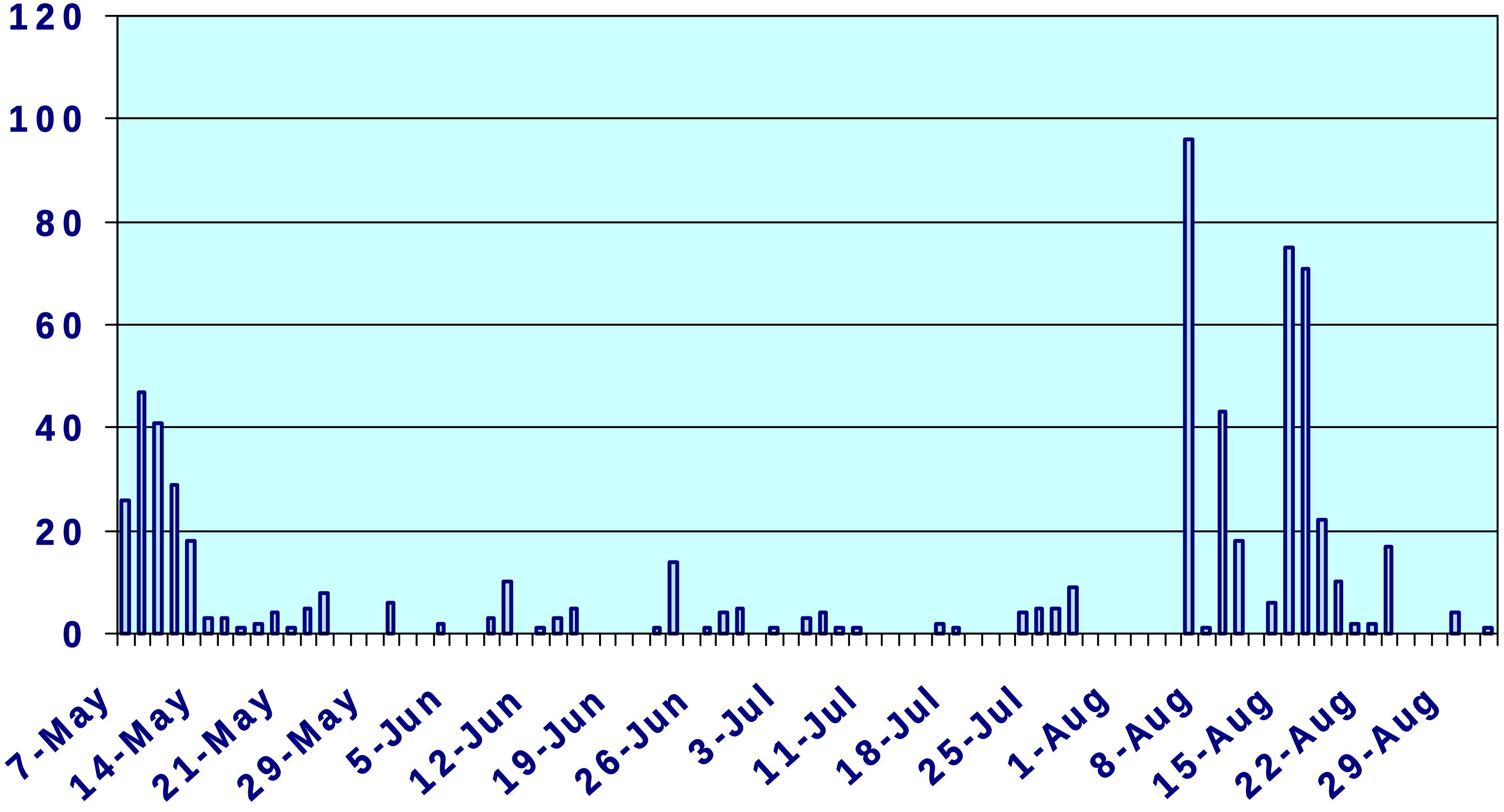
Daily UX Futures Volume (5/7-8/31/07)



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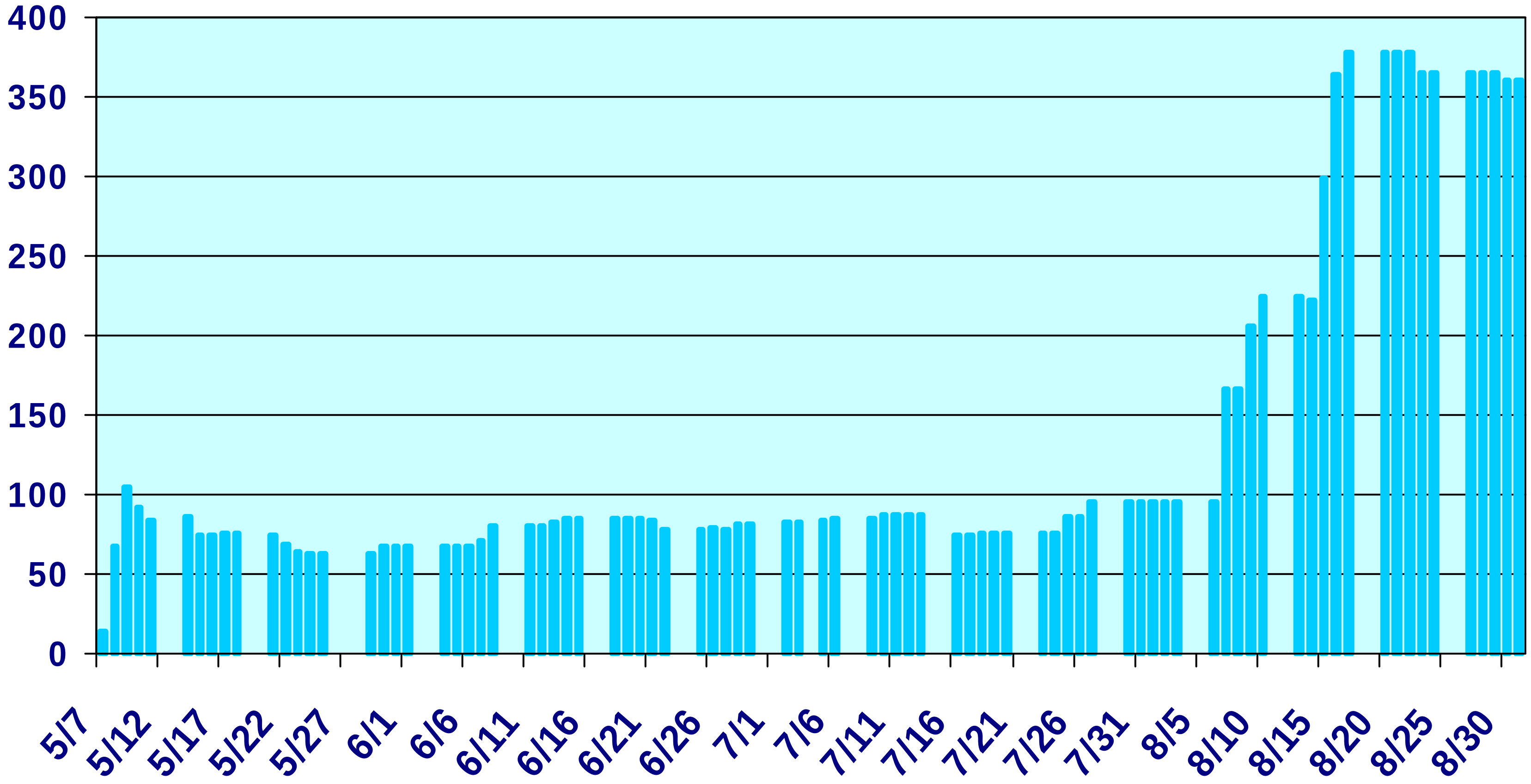
Daily UX Futures Total Open Interest



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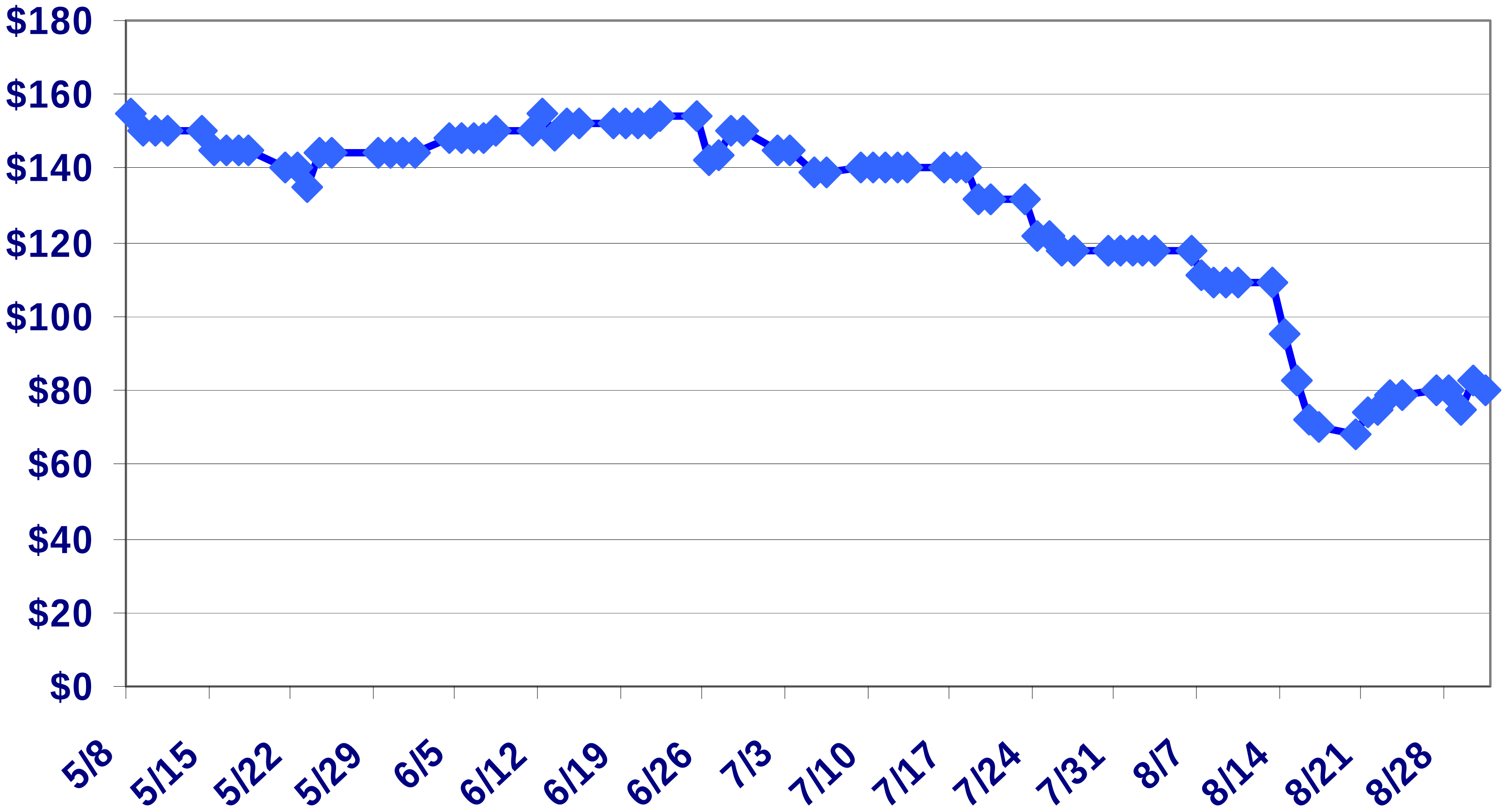
NYMEX UX 12/07 Daily Prices 5/7-8/31/07



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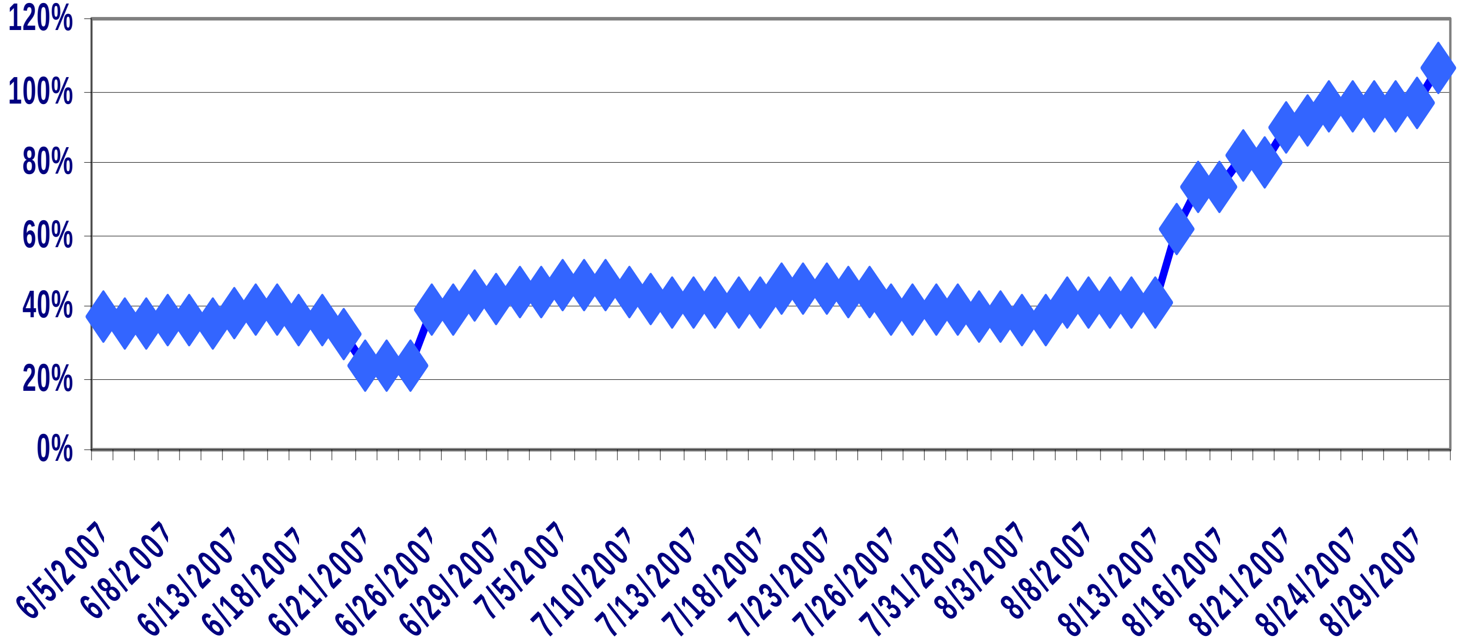
20-Day Historical Volatility for the 12/07 UX Futures Contract (6/5-8/31/07)



NG, 59% CL, 28%, PJM WH, 50%

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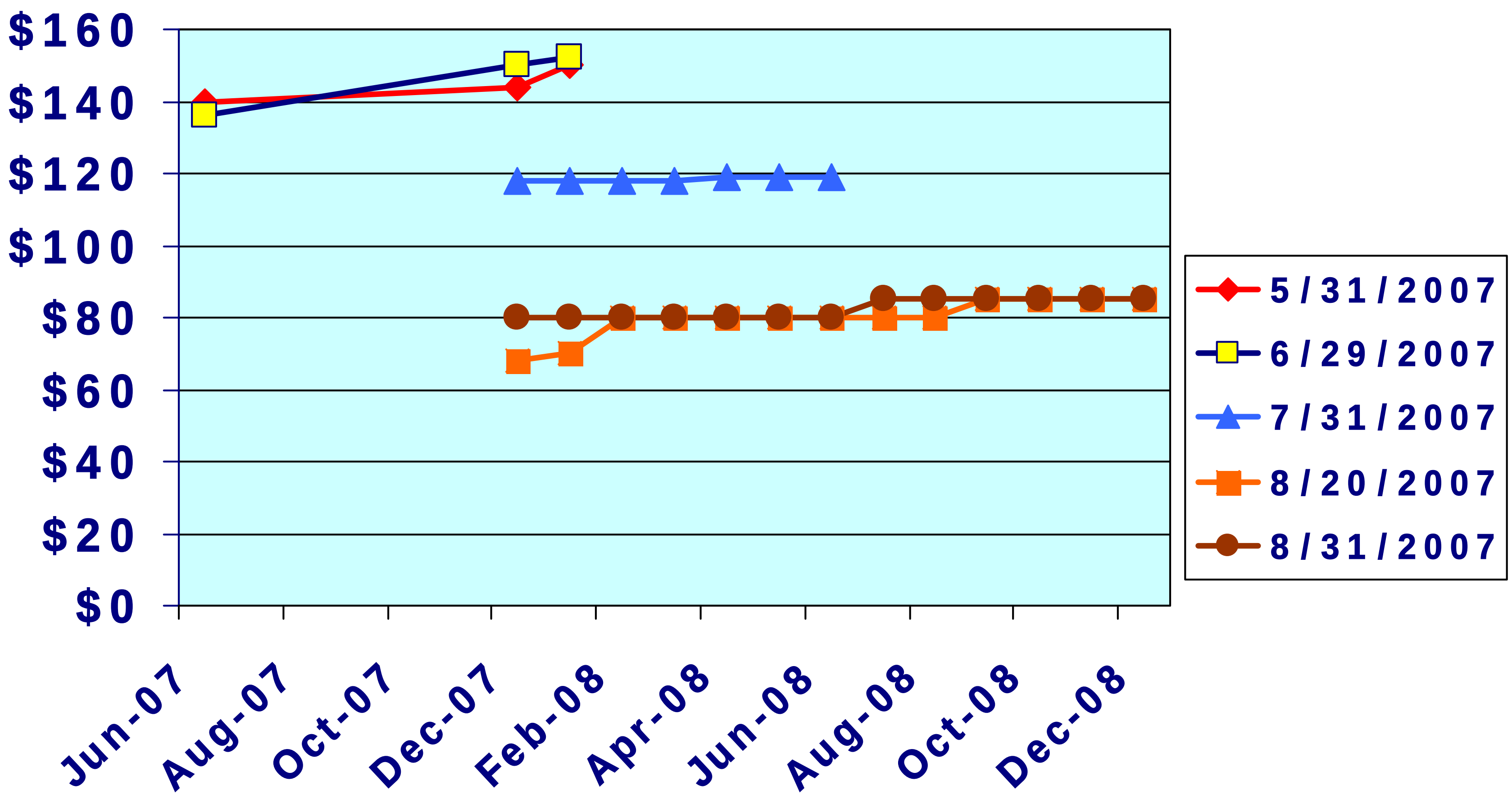
UX Futures Forward Curves



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Margins and Position Reporting, Accountability, and Limits
(August 30, 2007)

Non-Member Margin:	$6,750	($3,375)
Member Customer:	$5,500	($2,750)
Maintenance Margin:	$5,000	($2,500)
Reporting Level:	25 Contracts	
Position Accountability:	3,500 Contracts	
Spot Month Limit:	1,000 Contracts	

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