

CME Group

2Q 2013

Earnings Conference Call

August 1, 2013

Forward-Looking Statements

Statements in this presentation that are not historical facts are forward-looking statements. These statements are not guarantees of future performance and involve risks, uncertainties and assumptions that are difficult to predict. Therefore, actual outcomes and results may differ materially from what is expressed or implied in any forward-looking statements. We want to caution you not to place undue reliance on any forward-looking statements. We undertake no obligation to publicly update any forward-looking statements, whether as a result of new information, future events or otherwise. Among the factors that might affect our performance are increasing competition by foreign and domestic entities, including increased competition from new entrants into our markets and consolidation of existing entities; our ability to keep pace with rapid technological developments, including our ability to complete the development, implementation and maintenance of the enhanced functionality required by our customers while ensuring that such technology is not vulnerable to security risks; our ability to continue introducing competitive new products and services on a timely, cost-effective basis, including through our electronic trading capabilities, and our ability to maintain the competitiveness of our existing products and services, including our ability to provide effective services to the over-the-counter market; our ability to adjust our fixed costs and expenses if our revenues decline; our ability to maintain existing customers, develop strategic relationships and attract new customers; our ability to expand and offer our products outside the United States; changes in domestic and non-U.S. regulations, including the impact of any changes in domestic and foreign laws or government policy with respect to our industry, including any changes to regulations and policies that require increased financial and operational resources from us or our customers; the costs associated with protecting our intellectual property rights and our ability to operate our business without violating the intellectual property rights of others; our ability to generate revenue from our market data that may be reduced or eliminated by the growth of electronic trading, the state of the overall economy or declines in subscriptions; changes in our rate per contract due to shifts in the mix of the products traded, the trading venue and the mix of customers (whether the customer receives member or non-member fees or participates in one of our various incentive programs) and the impact of our tiered pricing structure; the ability of our financial safeguards package to adequately protect us from the credit risks of clearing members; the ability of our compliance and risk management methods to effectively monitor and manage our risks, including our ability to prevent errors and misconduct and protect our infrastructure against security breaches and misappropriation of our intellectual property assets; changes in price levels and volatility in the derivatives markets and in underlying equity, foreign exchange, interest rate and commodities markets; economic, political and market conditions, including the volatility of the capital and credit markets and the impact of economic conditions on the trading activity of our current and potential customers stemming from the continued uncertainty in the financial markets; our ability to accommodate increases in contract volume and order transaction traffic without failure or degradation of the performance of our trading and clearing systems; our ability to execute our growth strategy and maintain our growth effectively; our ability to manage the risks and control the costs associated with our acquisition, investment and alliance strategy; our ability to continue to generate funds and/or manage our indebtedness to allow us to continue to invest in our business; industry and customer consolidation; decreases in trading and clearing activity; the imposition of a transaction tax or user fee on futures and options on futures transactions and/or repeal of the 60/40 tax treatment of such transactions; the unfavorable resolution of material legal proceedings; and the seasonality of the futures business. For a detailed discussion of these and other factors that might affect our performance, see our filings with the Securities and Exchange Commission, including our most recent periodic reports filed on Form 10-K and Form 10-Q.

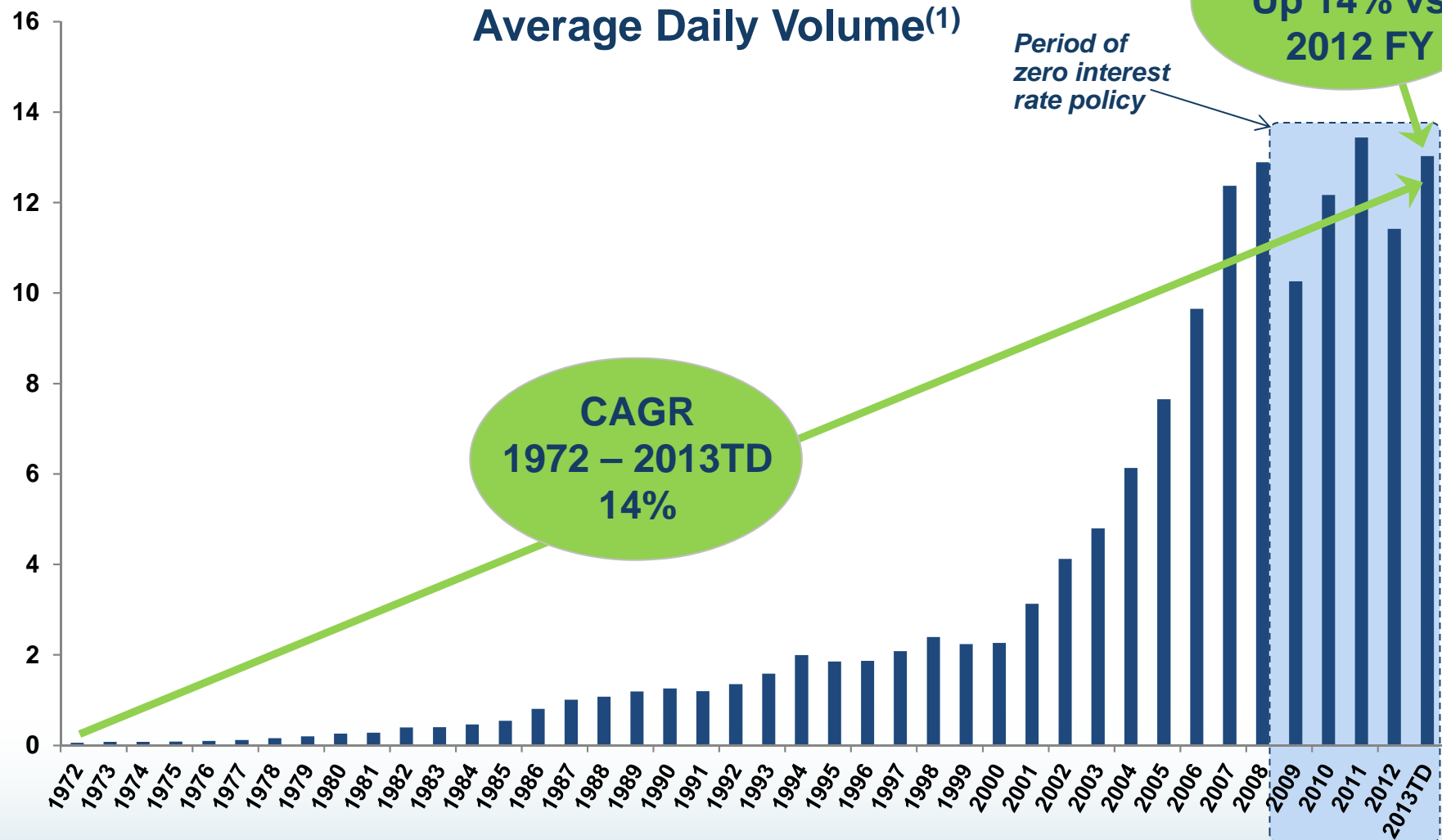
NOTE: Unless otherwise noted, all references to CME Group volume, open interest and rate per contract information in the text of this document is based on pro forma results assuming the merger with CBOT Holdings and the acquisition of NYMEX Holdings were completed as of the beginning of the period presented. All data exclude CME Group's non-traditional TRAKRSSM products, for which CME Group receives significantly lower clearing fees of less than one cent per contract on average. Unless otherwise noted, all year, quarter and month to date volume is through 6/30/2013.



Continue to Execute in a Variety of Environments

(round turns, in millions)

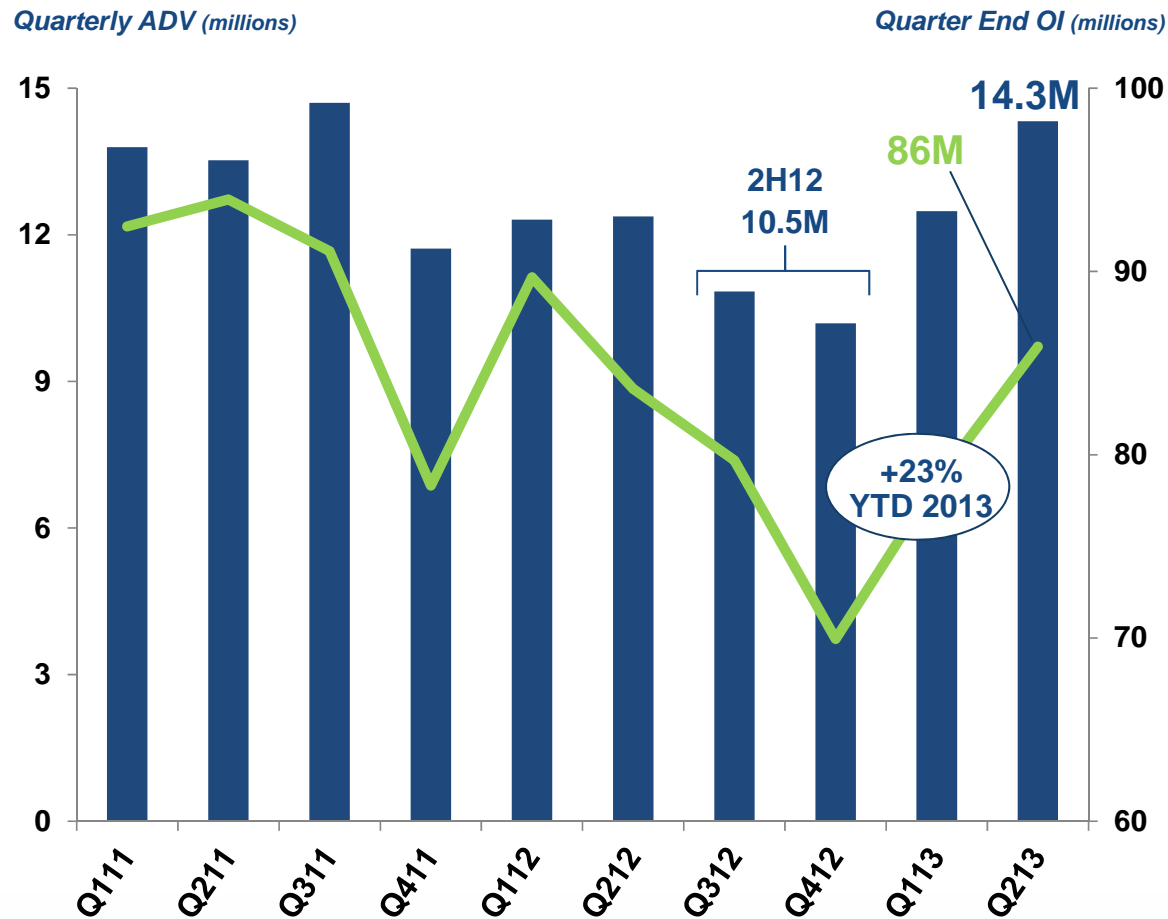
Pro Forma
Average Daily Volume⁽¹⁾



1. Volumes are all pro forma as if CME owned NYMEX and CBOT over the illustrated period.

CME Group

Improving Environment in 2Q 2013



Driving 16 percent year-over-year ADV growth in 2Q13:

- Uncertainty around U.S. monetary policy
- Increased volatility
- Heightened focus on economic data

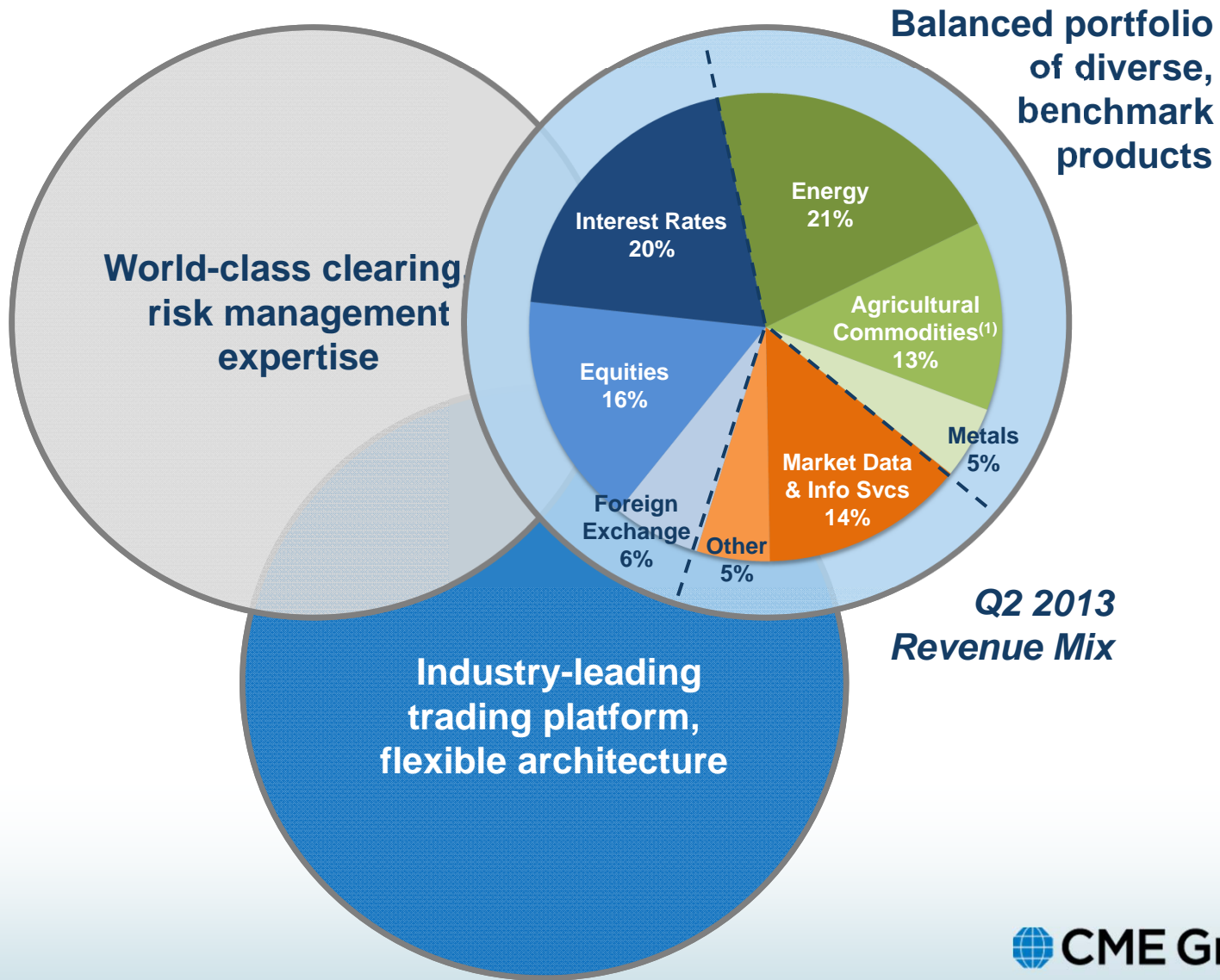
Record quarterly ADV

- FX
- Metals

Continued year-over-year average daily electronic trading volume growth outside of U.S.

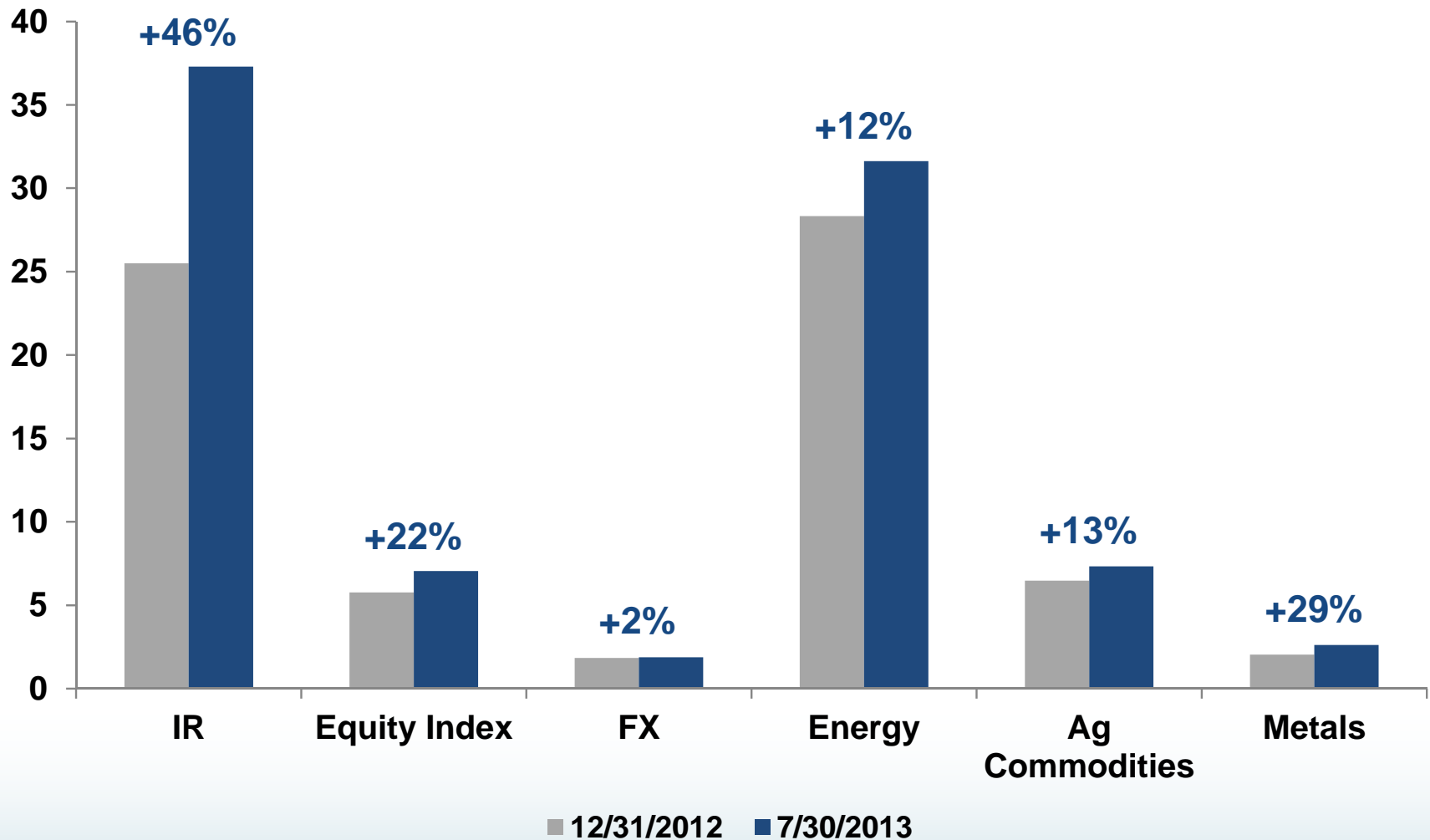
- Asia up 28 percent
- Europe up 18 percent
- LatAm up 40 percent

Most Attractive, Valuable and Diverse Franchise in the Exchange Sector

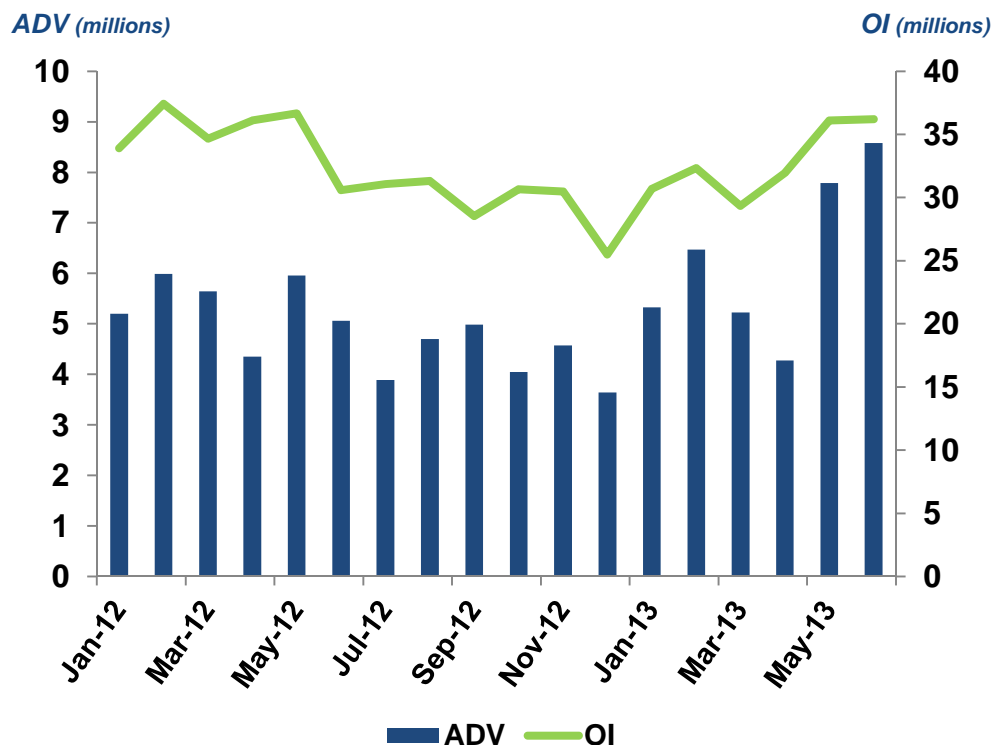


Open Interest YTD Up Across All Product Lines

YTD OI Growth

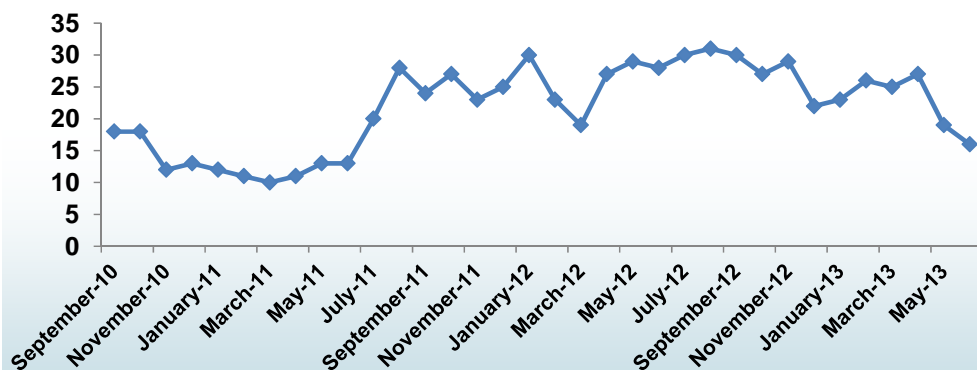


Interest Rates

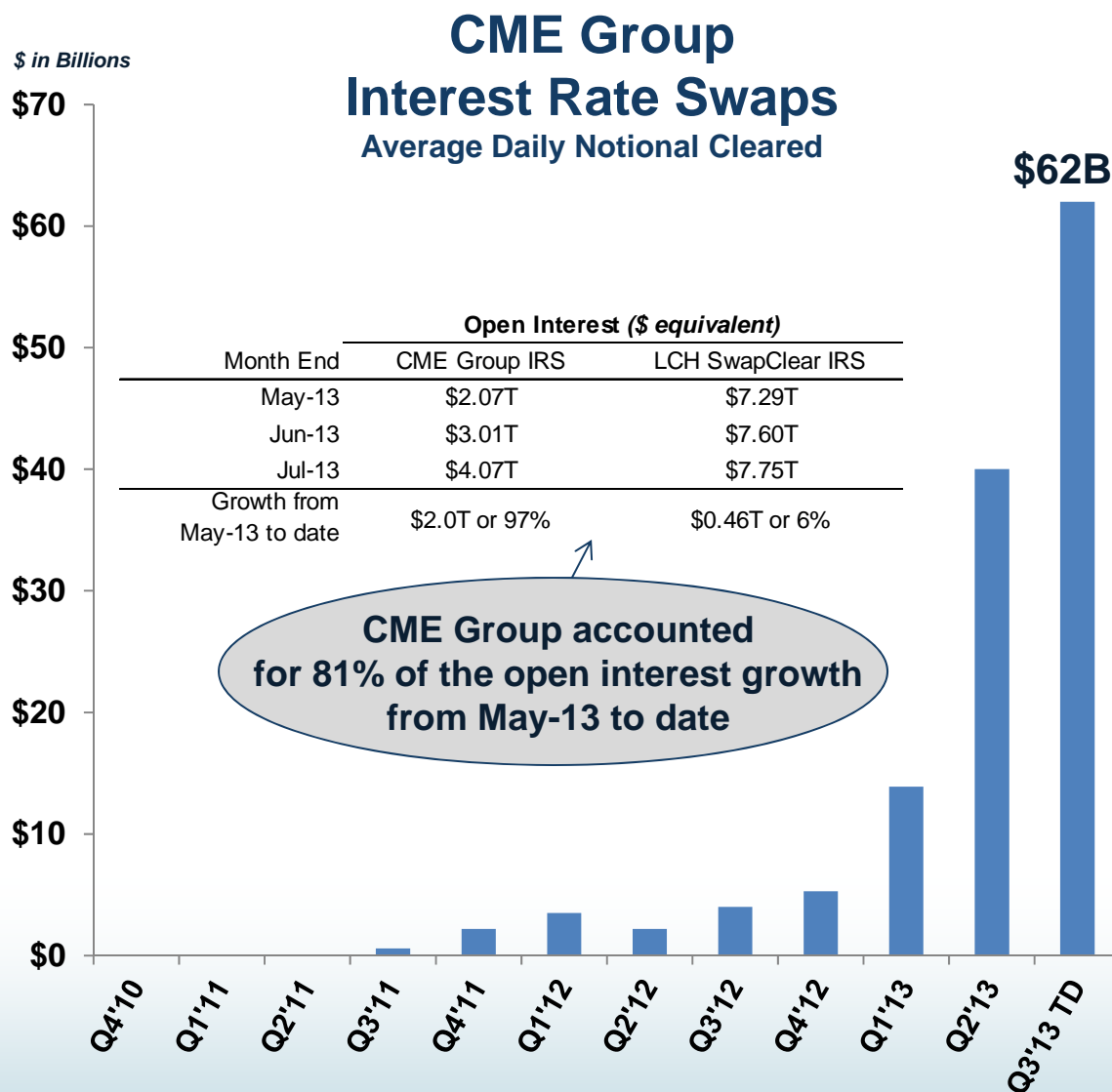


- **All-time highest day for complex on May 29 – 19.4M contracts, up from 17.2M previous record in Feb 2007**
- **Same day – all-time highs for Treasuries, 10-Yr, 5-Yr, Ultra T-Bond (all futures and options)**
- **June ADV of 8.6M contracts, up 70 percent, and highest month since Jan 2008**
- **2Q 2013 quarterly records in 10-yr Treasury Note futures and Eurodollar futures years 3 through 5**
- **June 2013 monthly records in Treasury options, Eurodollar futures (yrs 3-5), Eurodollar Midcurve options / May 2013 monthly record for Treasury futures**

Expectations of Next Fed Move (# of months)



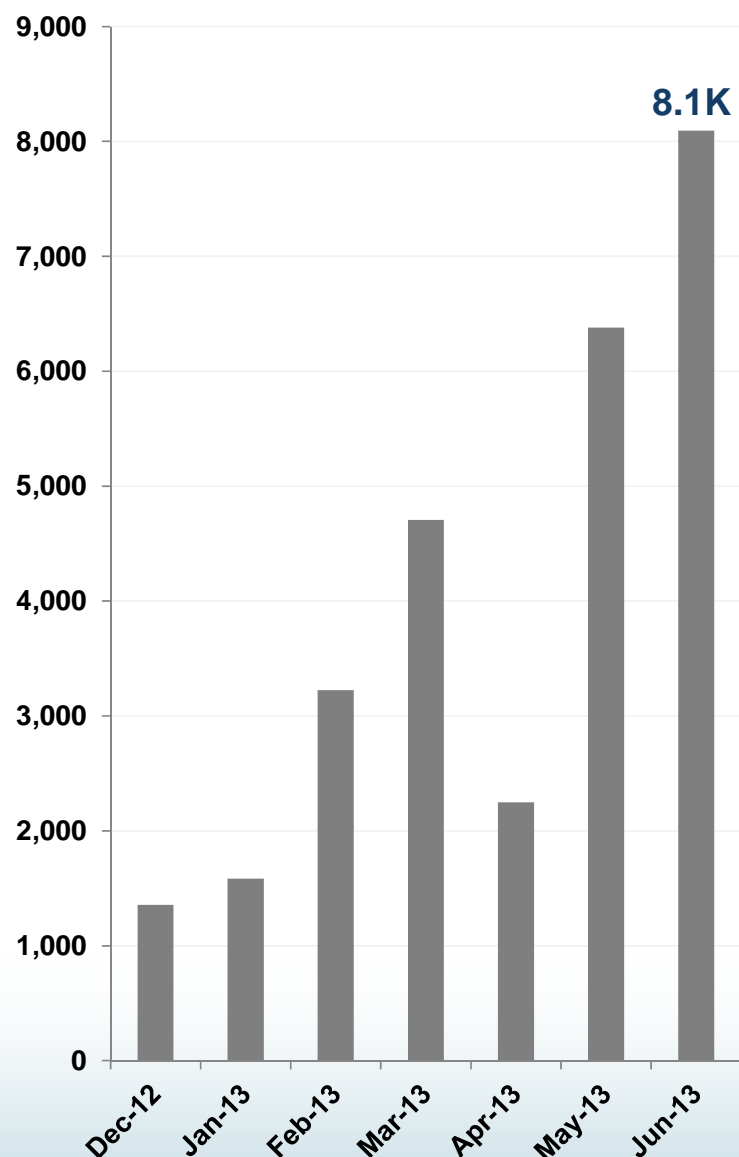
Significant Pickup through First and Second Phases of OTC Clearing Mandate



- Will have 17 IRS currencies by end of August, in line with our competitor
- Over 300 market participants have cleared trades with CME Group to date, with 28 new clients in July
- Record \$124B cleared on June 24th and current OI of \$4.1T, up 524 percent year to date 2013
- CME Group total OTC IRS cleared as percentage of LCH Dealer-to-Client IRS cleared trending well:
 - Q1 2013 5%
 - Apr 9%
 - May 13%
 - Jun 20%
 - Jul TD 23%
 - July 29th 49%



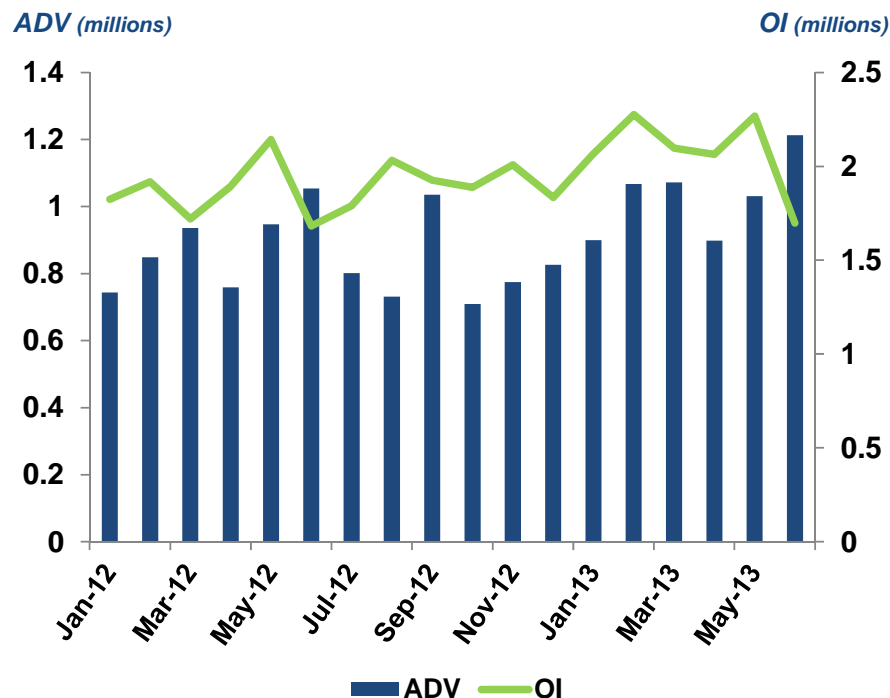
Deliverable Swap Futures – ADV by Month



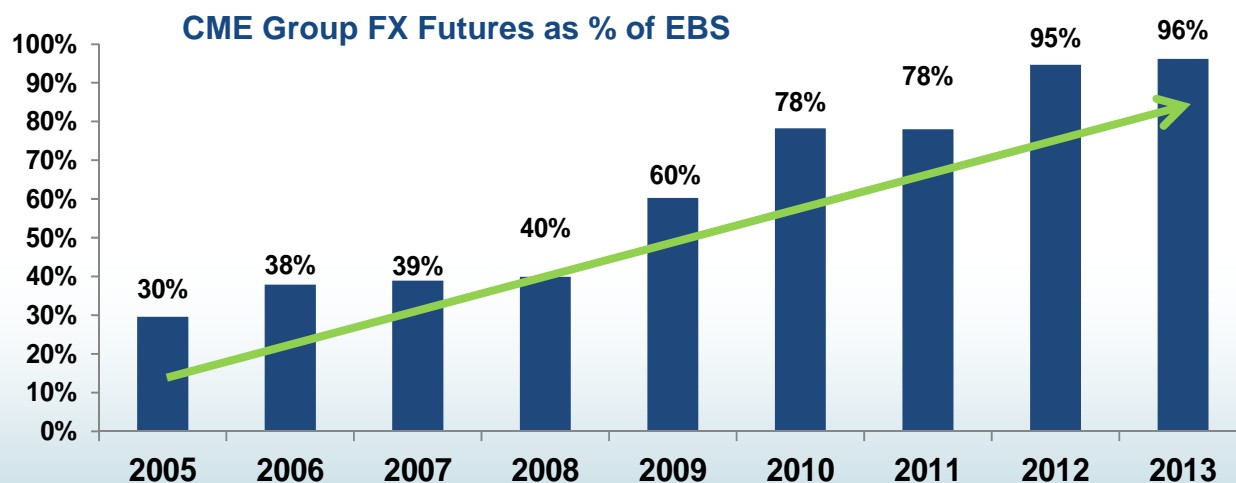
DSFs becoming preferred means to swap rate exposure in a futures contract

- Second successful quarterly rollover, expiration and delivery
- Daily volume record on June 5th of 30K contracts
- Strong monthly volume growth; June 2013 ADV up 27 percent versus May 2013
- Open interest surpassed 50K for first time on May 31 and has reached near 64K peak since then
- New tools available to customers to track liquidity as well as volume and open interest

Foreign Exchange



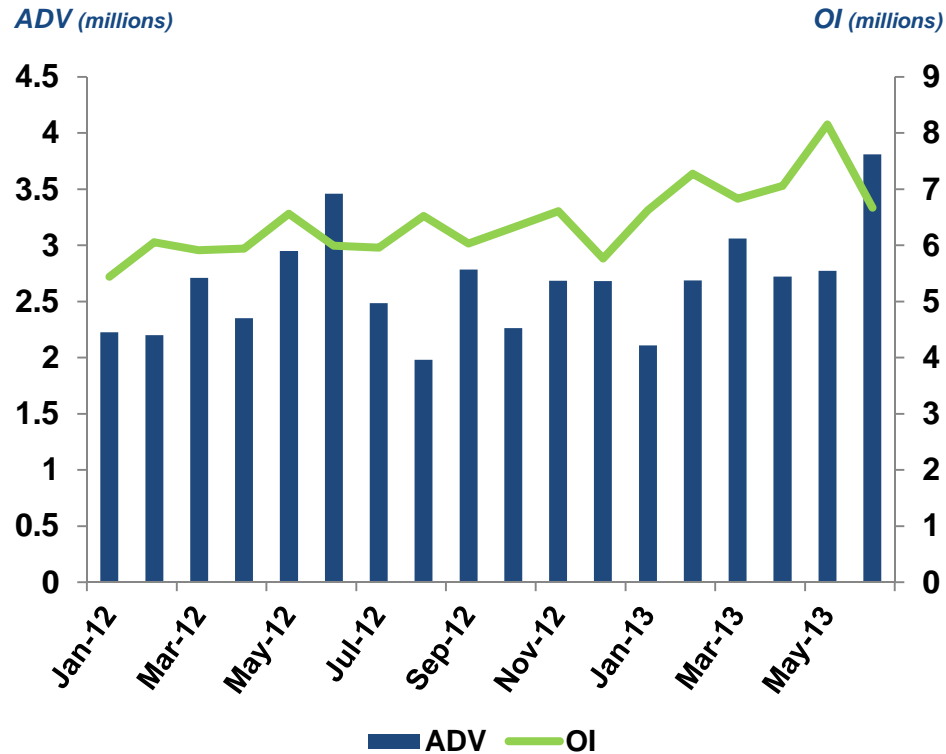
- 2Q 2013 record ADV of 1 million contracts up 13 percent year-over-year
- FX Options continue to be strong, up 36 percent 2Q13 vs. the same period last year
- 2Q 2013 quarterly record in Japanese Yen futures and options
- 48 percent year-over-year growth in quarter from electronic volume out of Asia



- On monthly basis, CME Group FX futures was 113% of EBS in June 2013, up from 93% in June 2012 and 109% in March 2013



Equity Indexes

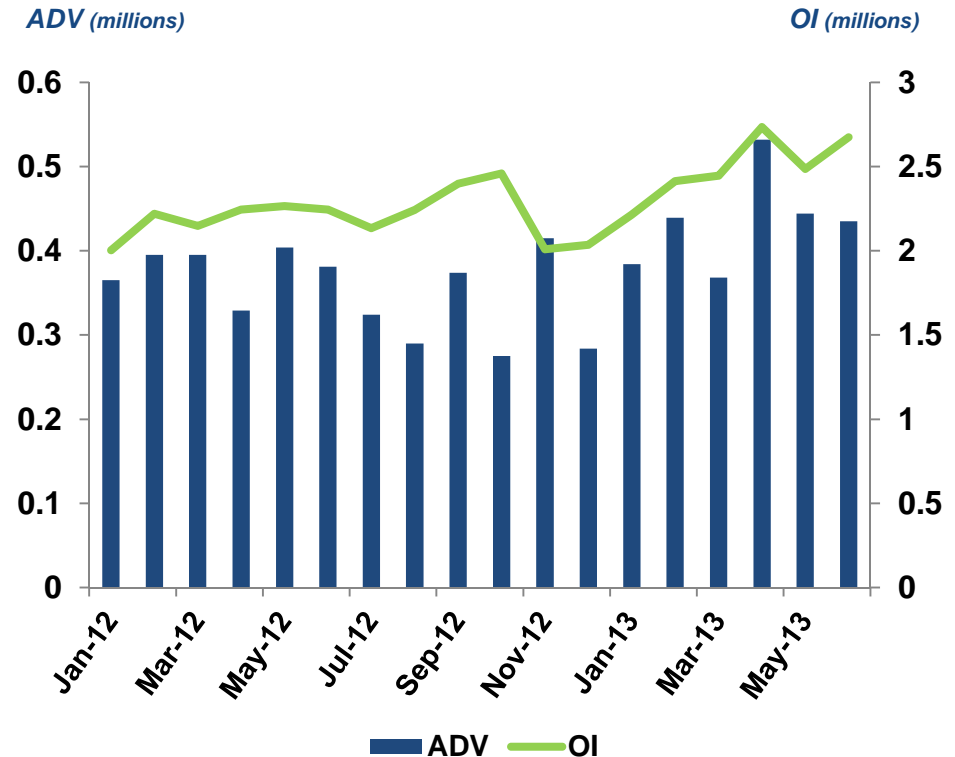


- 2Q13 ADV up 5 percent vs. prior year and open interest up 20 percent year-to-date
- June 2013 ADV up 10 percent
- 2Q13 E-mini options ADV up 69 percent
 - Expanded participation in weekly and monthly options
- Record 2Q13 ADV in Nikkei 225 Yen-based product and volume tripled in Nikkei 225 dollar-based product compared to the prior year

Metals

Global supply/demand and geopolitical events have positive impact

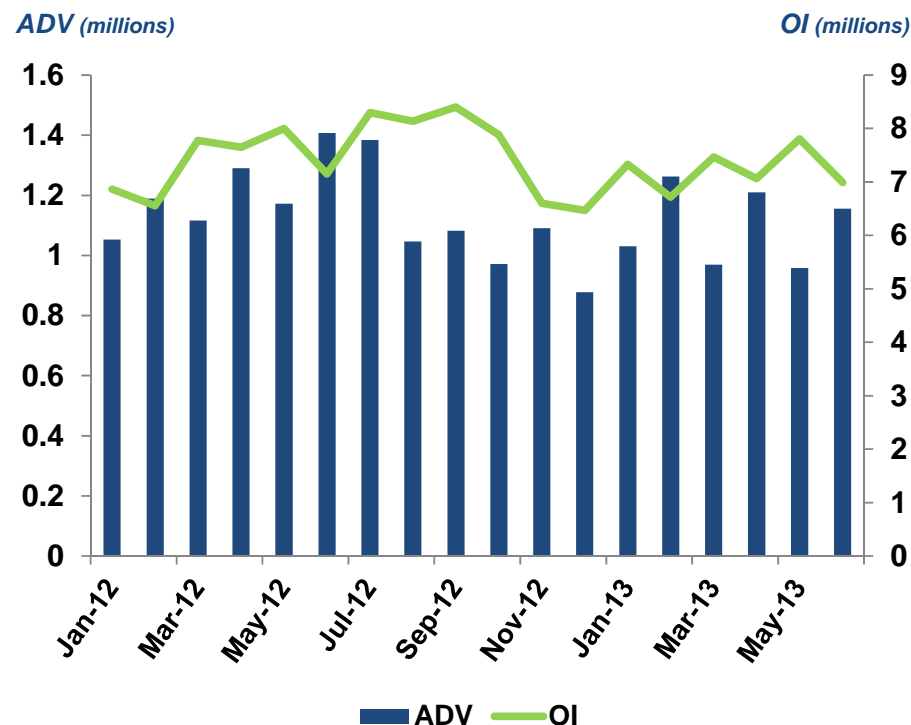
- 2Q13 Metals ADV record of 471K contracts, **up 27 percent year-over-year**
 - April 2013 monthly Metals ADV record of 532K contracts, **up 62 percent**
 - Overall product line, and numerous products, **all-time daily volume records** on April 15
- Open interest has grown **27 percent year-to-date**
- Continued strength in precious metals and copper in 2Q13
 - Gold ADV **up 30 percent**
 - Silver ADV **up 29 percent**
 - Copper ADV **up 13 percent**
- Daily gold options open interest **record** on July 22 of 1.8M contracts
- Continued innovation with first trades of new physically delivered 1,000 oz. Silver futures contracts in June



Agricultural Commodities

CME Group offers widest range of agricultural commodity futures and options on any U.S. exchange

- KCBT acquisition added the more geographically diverse high protein wheat to the legacy wheat complex
 - Hard Red Winter (HRW) Wheat accounts for an estimated 42 percent of total US production and 45 percent of exports
- Implied inter-exchange Wheat futures spread became available on CME Globex in December 2012
- Clearing services consolidated under CME Clearing in April and all floor trading transitioned to Chicago in July
- Launched three new options contracts on KCBT hard red winter wheat futures



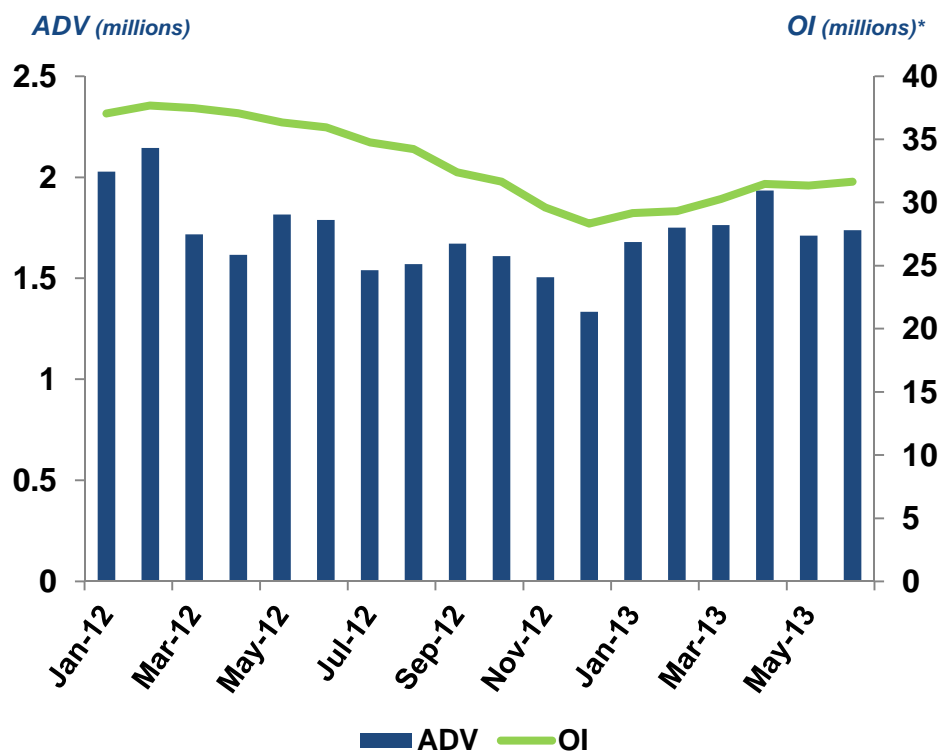
- Short-dated new crop options (corn and soybean) trending nicely from 2K ADV in 1Q13, to over 9K ADV in 2Q13, and near 12K ADV in 3Q13 to date; daily volume record for corn on June 27
- Continue to work with global partners on product innovation



Energy

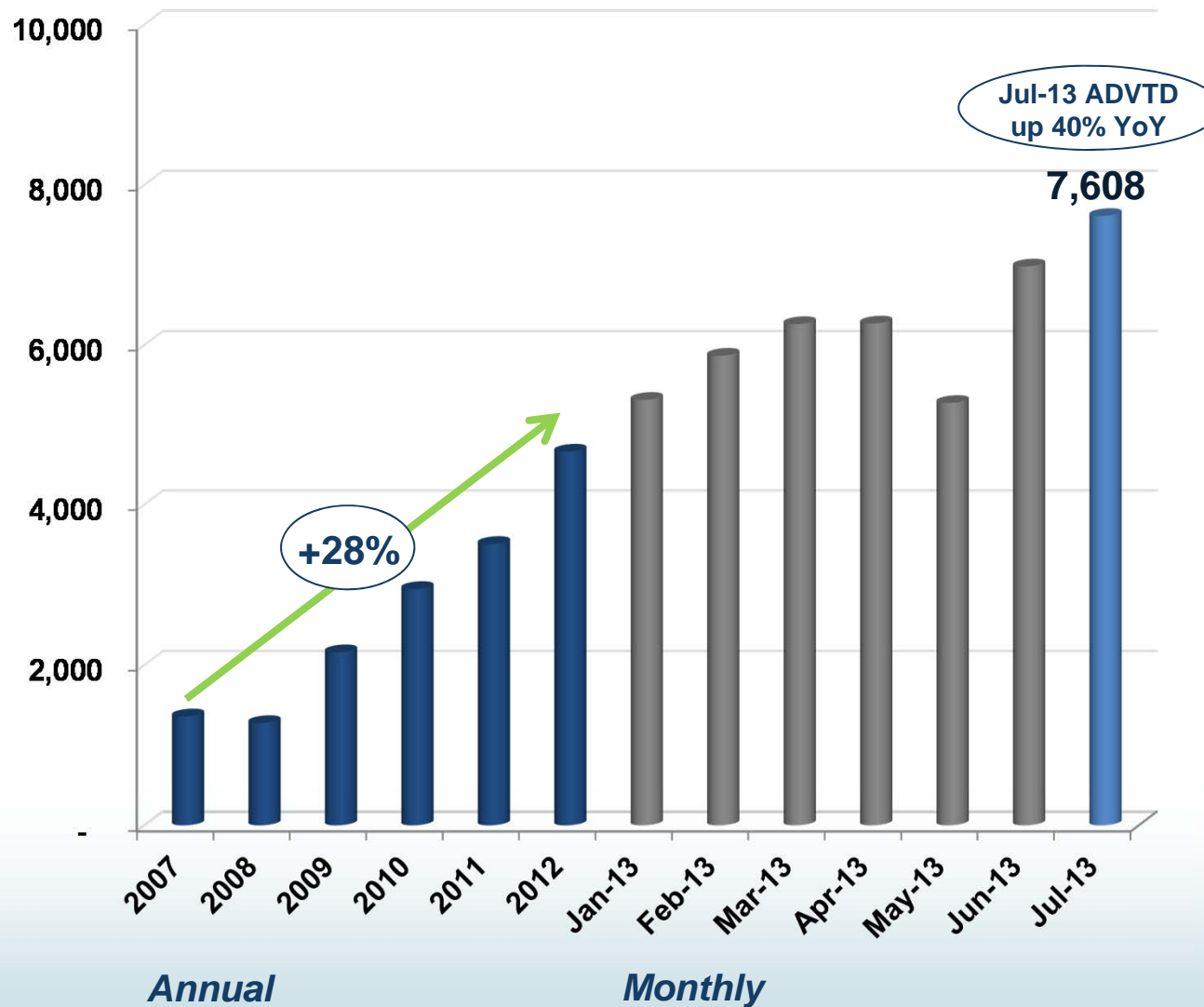
Focus on global strategy

- Market taking notice of CME Group WTI regaining a leadership position
 - WTI and Brent spread has virtually disappeared in recent weeks
 - July market share statistics:
 - CME Group WTI Futures 54% of total CME Group WTI Futures and ICE Brent Futures, up from 50% in 2Q13
 - CME Group Brent Futures 8% of total CME Group and ICE Brent futures, up from 6% in 2Q13
 - CME Group 49% total crude market share, up from 46% in 2Q13
- Intensifying sales dialogue related to diverse suite of crude products, as well as other energy product areas
 - June open interest records in WTI and Brent
 - July Energy ADV to date up 11 percent , with WTI futures up 35 percent to date in July following 2Q13 WTI futures ADV being up 13 percent
 - CME Group Brent futures ADV has grown from 24K in 1Q13, to 37K in 2Q13, to more than 53K in 3Q13 to date; seeing excellent commercial participation and rising open interest
 - DME Omani Crude ADV of 8K in July, up from approx. 6K in the first half of 2013



The Oman market is positioned for sustainable and solid long-term growth

DME volume continues to accelerate in 2013 - ADV



Forging Partnerships to Expand Distribution, Build 24-Hour Liquidity, and Add New Customers

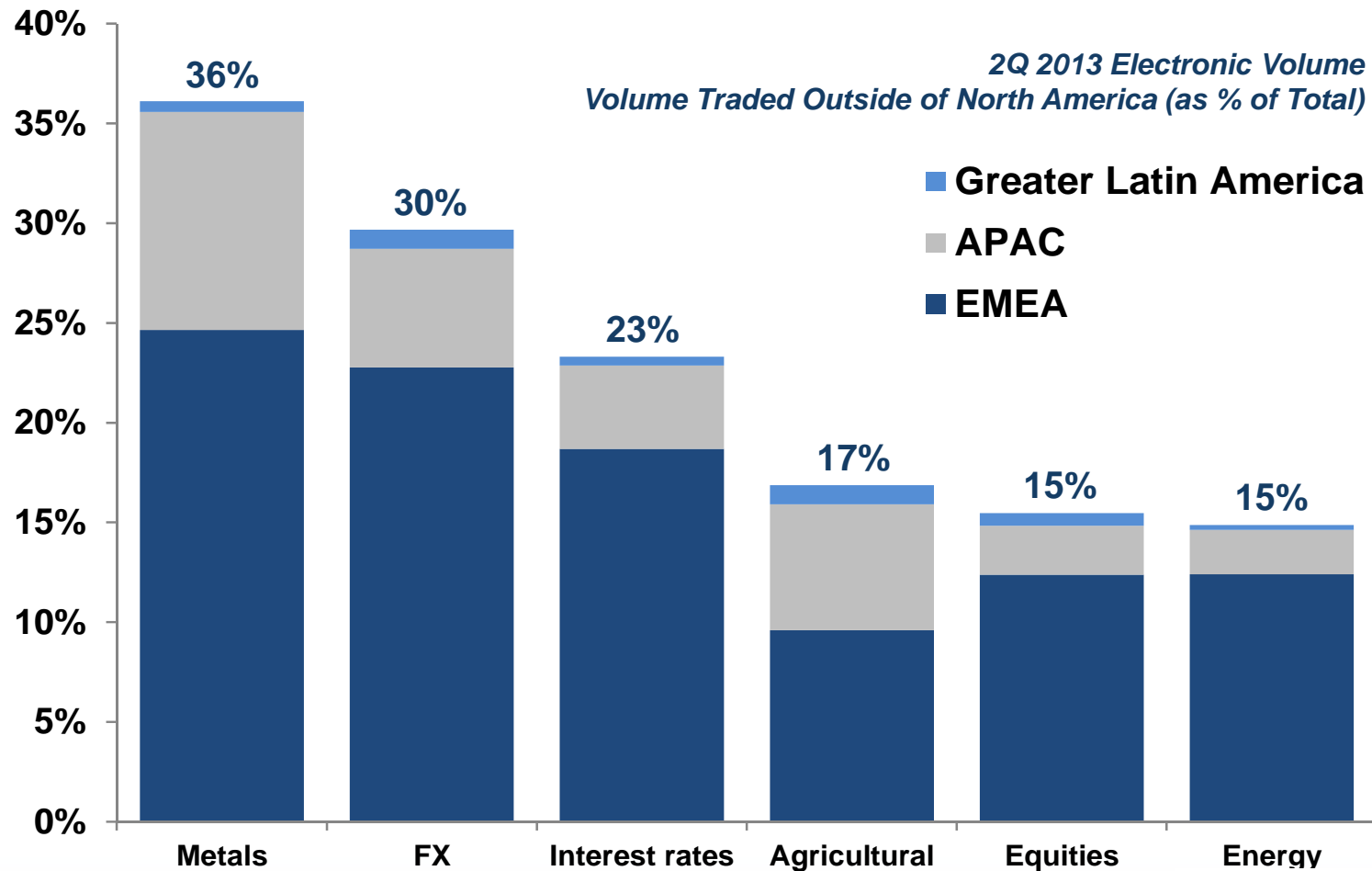


- Five clients registered, and using, most recently launched telecommunications hub in Hong Kong (Oct. 2012) bringing them improved access, reduced connectivity costs and the lowest latency to CME Globex

 **CME Group**

Globally Relevant Products

Focused strategy execution, but in early stages of the game



• Global product growth and innovation:

- *Indian Rupee FX futures, CME Clearing Europe Iron Ore contracts, Hard Red Winter (HRW) Wheat through KCBT acquisition, Chinese Steel Rebar HRB400 (Mysteel) Swap Futures, Chinese Deliverable Renminbi (CNH), U.S. Dollar Denominated Ibovespa Futures, European OTC Interest Rate Swaps, BM&FBOVESPA to trade cash settled mini Crude Oil derivatives contract (based on settlement of NYMEX WTI), U.S. Dollar Denominated Malaysian Crude Palm Oil Calendar Swaps*

CME Group 2Q 2013 Financial Results

- Revenue of \$816M
- Operating Expense of \$308M
- Operating Income of \$508M
- Operating Margin 62%
- Net Income Attributable to CME Group of \$311M
- Diluted EPS of \$0.93

CME Group Average Rate Per Contract (RPC)

<u>Product Line</u>	<u>2Q 2012</u>	<u>3Q 2012</u>	<u>4Q 2012</u>	<u>1Q 2013</u>	<u>2Q 2013</u>
Interest Rates	\$ 0.485	\$ 0.481	\$ 0.494	\$ 0.468	\$ 0.455
Equities	0.674	0.685	0.697	0.691	0.714
Foreign Exchange	0.807	0.808	0.835	0.848	0.826
Energy	1.496	1.473	1.487	1.390	1.260
Ag Commodities	1.264	1.301	1.298	1.318	1.378
Metals	1.649	1.693	1.709	1.656	1.613
Average RPC	\$ 0.812	\$ 0.822	\$ 0.831	\$ 0.785	\$ 0.748
 <u>Venue</u>					
Exchange-traded	\$ 0.750	\$ 0.757	\$ 0.771	\$ 0.730	\$ 0.710
CME ClearPort	2.510	2.719	2.646	2.360	1.969

Note: Fourth-quarter 2012 and first-quarter 2013 RPC data does not include revenue from our acquisition of the Kansas City Board of Trade completed on November 30, 2012. Kansas City Board of Trade average daily volume for first-quarter 2013 totaled 24,579.

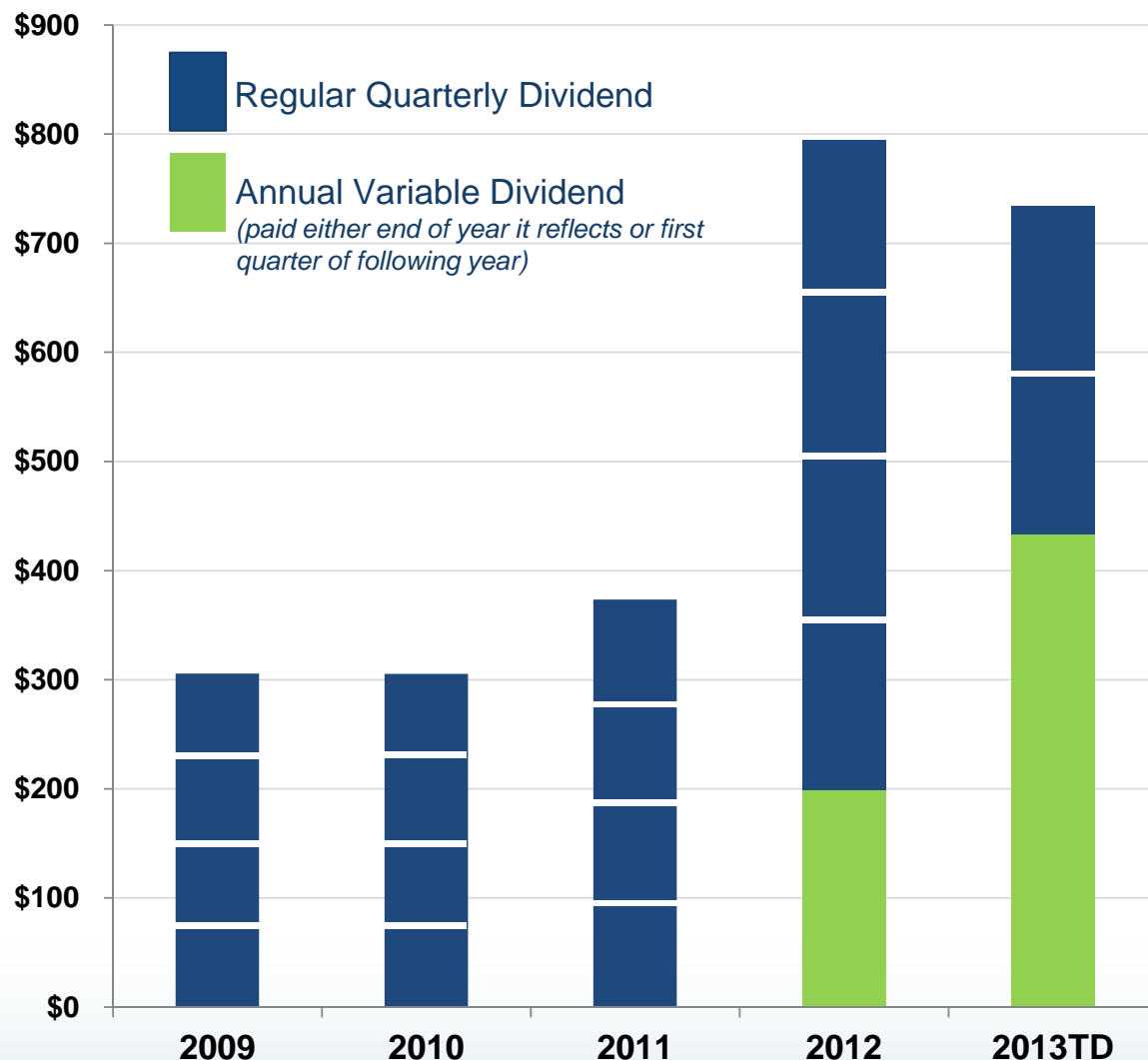


Notes / Guidance

- **Other Revenue** - Second-quarter was \$24 million and included \$5M of insurance claims related to the coordinated exchange market closures due to Hurricane Sandy last year. This is up from \$23 million in Q1 (which was up from \$14M in Q4 due primarily to a progress payment from BM&FBOVESPA related to our trading platform development work).
- **Operating Expense** – Second-quarter was \$308 million, which had an FX currency benefit of \$1.6 million. As a result of the volume and revenue growth, there were sequential increases of \$6 million in license fees and \$5 million in the Q2 bonus accrual.
- **Non-Operating Income** – CME Group recorded two dividends in Q2 totaling \$15.6M from BVMF, as we indicated might occur on the last earnings call.
- **Interest Expense** – Paying off \$750 million that company had prefunded today. As a result, expect interest expense to drop approximately \$3.4 million per month as we eliminate the double carry.
- **Updated 2013 expense projection** of \$1.25 to \$1.26 billion with the variability being driven by volume performance which impacts variable expenses (compensation with new hires, professional fees based on growth-oriented projects and other expense due to back-end loaded marketing and customer events).
- **2013 capital expenditures** expected to come in at \$140 million - lower end of previously communicated range

Committed to Returning Cash to Shareholders

\$ (millions)



- Unique annual variable structure
- Creates opportunity to sweep excess cash to shareholders annually
- CME Group to keep \$700M minimum cash



Most Attractive, Valuable and Diverse Franchise in the Exchange Sector

- **Combination of unique assets provide competitive advantages**
 - Balanced portfolio of diverse and benchmark products
 - Industry-leading trading platform, flexible architecture
 - Vertically integrated clearing, risk management expertise
- **Additional growth opportunities**
 - Early stages of globalization
 - Over-the-counter (OTC) and exchange-traded markets converging
 - Non-transaction based businesses
- **Strong financial characteristics**
 - Highly cash-generative business model with commitment to returning capital to shareholders
 - Significant operating leverage

CME Group

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