

Class Key

AI = Alternative Investments - Sessions that deal with non-traditional asset classes such as hedge funds or managed futures.

EQ = Equity Applications – Sessions related to the use of exchange-traded futures and options on equities and equity indices.

FI = Fixed-Income Applications – Sessions that focus on exchange-traded futures and options on U.S. Treasury, Eurodollar, swaps, or other interest rate related instruments.

IN = Introductory Sessions – Sessions that cover basic information on futures and options, such as terminology and basic concepts.

PPM = Program & Policy Management – Sessions that discuss issues related to risk management programs and derivative policy development and implementation.

Sunday, March 5

Esterio Lobby

11:00 – Noon Registration for Fundamentals Workshop Series

Esterio C

12:00 – 1:30 **Introduction to Financial Futures: Concepts and Applications - IN**

- Overview of futures: background, terminology, basics
- Interest rate futures hedging concepts: CTD, hedge ratios, duration
- Using futures for investment and risk management purposes

Ted Ehret, *Director, Business Development, Chicago Board of Trade*

Esterio C

1:45 – 3:15 **Introduction to Equity Index Futures - IN**

- Mechanics of Stock Index Futures
- Fair Value Concept and Arbitrage
- Hedging with Stock Index Futures

John Labuszewski, *Managing Director, Research and Product Development, Chicago Mercantile Exchange*

Esterio C

3:30 – 5:00 **Introduction to Options - IN**

- Examples of various options strategies, including covered calls and protective puts
- Options pricing dynamics and implications for making trading decisions
- Preparation for upcoming options-related sessions

Paul B. Stephens, *Director and Department Head, Institutional and International Marketing, Chicago Board Options Exchange*

Esterio Lobby

4:30 – 5:30 General Conference Registration

Waterfall Pool Deck

6:00 – 8:00 Opening Reception

Monday, March 6

Estero Lobby

7:30 – 8:00 Conference Registration & Continental Breakfast

Estero A&B

8:00 – 8:30 Welcome Addresses

William J. Brodsky, *Chairman & CEO, Chicago Board Options Exchange*

Bernard W. Dan, *President & CEO, Chicago Board of Trade*

Craig Donohue, *CEO, Chicago Mercantile Exchange*

Estero A&B

8:30 – 9:15 Opening Address: Risks and Opportunities in the Global Economy in 2006

Robert D. Hormats, *Vice Chairman, Goldman Sachs International*

Estero Lobby

9:15 – 9:45 Break

9:45 – 11:00 Breakout Sessions

Pine

Volatility Trading – EQ

- The case for trading volatility as an asset class
- Relative value volatility trading: indexes vs. single names
- Taking advantage of anomalies in skews and term structures
- The role of risk monitoring and position management and lessons learned from picking the wrong options

John Bush, *Senior Derivatives Trader, Parallax Fund, LP*

Steve Robitaille, *Portfolio Manager Derivative Products, Caisse de Depot et Placement du Quebec*

Sanibel

The Many Faces of Credit Derivatives – FI

- The markets for credit and equity derivatives have become increasingly liquid, transparent and fungible, providing new opportunities and risks from arbitrage trading across the capital structure
- Practical insights into the relationships, models and trading strategies across the credit derivatives spectrum, and into the future of this ever-expanding field
- Single name and index strategies, capital structure arbitrage and correlation trading
- Options, futures, and recovery swaps

Timothy Backshall, FRM, *Chief Credit Derivatives Strategist, Credit Derivatives Research, Ltd.*

Captiva

Active Commodity Management for High Risk-Adjusted Portfolio Returns – AI

- Commodity markets have proven to be great diversification tools for achieving non-correlated, high risk-adjusted returns, but what are the most efficient methods to gain exposure?
- Does active management actually provide superior returns over passive management, and are the fees justified?
- Is there an optimal allocation between active and passive management?
- What sectors are essential to build an appropriate allocation?

Rian Akey, *Vice President and Chief Operating Officer, Cole Partners*

Philip Halpern, *Chairman of Investment Committee, Lion Cao Asset Management*

Estero Lobby

11:00 – 11:15 Break

11:15 – 12:30 Breakout Sessions

Pine

Use of Options by New Funds and Structured Products – EQ

- Education on buy-writes and protective puts for thousands of financial advisors and their clients
- Investors allocate billions of dollars to new options-based investment vehicles

Keith Styrcula, *Chairman, Structured Products Association*

Paul Williams, *Managing Director, Nuveen Investments, LLC*

Sanibel

Delivering Earnings and Alpha in a Low-Return Environment - FI

- Insight into today's market environment and innovation solutions to the increasing challenges faced by institutional investors as they seek to maximize investment return
- Fundamental and technical drivers of low interest rates
- Low volatility: a new paradigm or simply a market phase?
- Linking expected excess returns to various dimensions of risk and leverage
- Constructing portfolios and business models that reflect macro-economic and asset specific views

Leo M. Tilman, *Chief Institutional Strategist, Bear, Stearns & Co.*

Mark Abbott, PRM, *Managing Director, Risk Management & Quantitative Research, Guardian Life*

Captiva

Latest Developments in the Currency Overlay Space – AI

- What are buy side customers most interested in when looking for an overlay manager?
- What is the impact of electronic trading on a manager's style?
- What are the main FX products?

Cornelius Luca, *Research and Strategy, FX Concepts*

Bob Savage, *Head of North American FX Sales, Goldman Sachs*

Laura Ambroseno, *Vice President, Morgan Stanley*

Esterio Terrace

12:30 – 1:30 Lunch

1:45 – 3:00 Breakout Sessions

Pine

Managing Volatility Exposures – EQ/FI

- How a fund-of-funds manager and an options market maker measure, monitor and manage volatility risks
- Determining appropriate tools for managing portfolio overlays
- Real world applications

David E. Kuenzi, *Head of Risk Management and Quantitative Research, Glenwood Capital Investments, LLC*

Sheldon Natenberg, *Director of Educational Programs, Chicago Trading Company, LLC*

Sanibel

Executing Smooth Transitions With Exchange-Traded Derivatives – PPM

- Institutional investors have become increasingly aware of the importance of executing efficient portfolio transitions to maintain market exposure
- The keys to maintaining market exposure
- Incorporating futures into portfolio transitions to rebalance between asset classes, strategies and/or managers
- Case study

Howard Crane, *North American Practice Director, Watson Wyatt Investment Consulting*

Susan Slocum, *Treasurer, Children's Hospitals and Clinics of Minnesota*

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Hedging Mortgage Risk with Eurodollar Futures and Options – FI

- Using Eurodollar futures/bundles to hedge duration risk
- Hedging curve risk using Eurodollar futures/packs
- Exploiting relative value in hedging strategies
- Targeting short Eurodollar futures positions to earn measured carry in a Fed tightening environment

Srini Ramaswamy, *Vice President, Derivative Strategy, JP Morgan Securities, Inc.*

Estero Lobby

3:00 – 3:15 Break

3:15 – 4:30 Breakout Sessions

Pine

Options Strategies for Enhancing Risk-Adjusted Returns – EQ

- Options benchmarks and active options management strategies
- The attractiveness of option-writing in a low volatility environment
- Marketing options strategies to institutional investors and consultants

Bud Haslett, *President, Chief Investment Officer, Write Capital Management, LLC*

Mohammed Riad, *Managing Director and Chief Derivatives Strategist, Fiduciary Asset Management, LLC*

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Decoding the FOMC: Interest Rates and Derivatives – FI

- Interest rate derivatives, such as options on 30-Day Fed Fund futures, reveal market expectations about near-term FOMC actions, while an understanding of long-run policy goals helps explain interest rate reactions to other news
- How incorporating a term premium using options on 30-Day Fed Fund futures can significantly affect recovered probabilities of future FOMC moves
- Understanding how the FOMC responds to new information such as CPI and employment releases, and how increased FOMC transparency affects market pricing
- How different economic policies help or hinder the ability of the yield curve to predict future growth and inflation

John B. Carlson, *Economic Advisor, Federal Reserve Bank of Cleveland*

Joseph G. Haubrich, *Consultant and Economist, Federal Reserve Bank of Cleveland*

Captiva

The Benefits of Implementing a Centralized Risk Management Structure for Institutional Funds - PPM

- Evolving Needs of Institutional Investors
- Creating and Implementing Risk Management Guidelines
- Selecting a Manager, Strategy Applications and Measuring Performance

Tom Lee, *Senior Portfolio Manager and Principal, The Clifton Group*

Andrew J. Spellar, *Investment Manager, Fairfax Co. (VA) Retirement Agency*

Tuesday, March 7

Estero Lobby

7:30 – 8:00 Continental Breakfast

Estero Ballroom

8:00 – 9:00 Keynote Address: The New Financial Order: Risk in the 21st Century
Robert J. Shiller, *Chief Economist, Macro Securities Research, LLC,*
Professor of Economics, Yale University

Estero Lobby

9:00 – 9:15 Break

9:15-10:30 Breakout Sessions

Pine

The Informational Content in Options Prices – EQ

- How to back out implied probability distributions from options prices
- Finding expectations on corporate actions
- Using VIX and volatility-based futures as predictive tools
- Creating strategies with your expectation of stock price movements versus that of market consensus

Stacey Briere, *Chief Options Strategist, Susquehanna International Group*
Lawrence G. McMillan, *Editor, McMillan Analysis Corporation*

Sanibel

Turning Risk Into Opportunity: Analyzing and Managing Portfolio Risk - AI/PPM

- A key to the effective management of an institutional portfolio is the ability to accurately assess and manage inherent risks
- Insights into the best methods for analyzing and measuring portfolio and performance risk, and managing risk to create positive outcomes
- New methods of performance evaluation
- The role of exchange-traded derivatives

Sam Y. Chung, *Associate Dean & Professor of Finance, Long Island University,*
and Senior Research Analyst, SSARIS Advisors LLC
Luis Rodriguez, *Chief Risk Officer, The Manhattan Family Office*

Captiva

Introduction to Eurodollar Futures – FI

- Fundamentals of Eurodollar Futures: History and Pricing
- Mechanics: Outrights, Packs, Bundles and Strips
- Basic and Advanced Strategies

John Labuszewski, *Managing Director, Research and Product Development, Chicago Mercantile Exchange*

Estero Lobby

10:30 – 10:45 Break

10:45 – 12:00 Breakout Sessions

Pine

Direct Market Access for End-Users of Derivatives – PPM

- Trends in customer market access
- Customer order routing needs
- Risk management for firms and clients

Stephane DiTullio, *Director, Barclays Capital*

Christian P. Hauff, *Principal, Banc of America Securities LLC*

Sanibel

Using Mid-Curve Options to Evaluate Market Expectations – FI

- Building an event model to price Mid-Curve options.
- What is each economic news release worth?
- How do we translate news into prices?

David Boberski, *Managing Director, Head: Interest Rate Strategy, Bear Stearns*

Captiva

Futures and Options on Futures for Real Estate – AI

- Size and importance of real estate as an asset class
- Case-Shiller Indexes (CSI) and theoretical importance of having a means of directly hedging real estate risk
- Examples of risks that can be hedged well only with real estate derivatives
- Examples of new businesses that would be helped to develop and grow from futures and options on futures in real estate

Sam Masucci, *CEO, Macro Securities Research, LLC*

Terry Loeb, *Managing Director, Macro Securities Research, LLC*

Raptor Bay Golf Club

12:30 Golf Tournament

Royal Palm Courtyard

7:00 RMC Party

Wednesday, March 8

Estero Lobby

8:15 - 9:00 Continental Breakfast

Estero Ballroom

9:00 – 10:15 **OneChicago Special Session**

What Is Driving Single Stock Futures Growth in the U.S.?

Volume in single stock futures increased significantly in 2005 following an unexpectedly slow start. Why is the product now catching on? Hear about EFPs versus swap trades and yield enhancement trades in the market place. Learn how institutions have been converting over-the-counter securities trades to on-exchange.

Moderator: Mark Esposito, *Project Coordinator, OneChicago, LLC*

Panelists: Greg DePetris, *Managing Director, Quadriserv, Inc.*
Bill Marcus, *Head of Business Development, North America; Sales Manager, Calyon Financial*

Estero Ballroom

10:30 – noon **Special Session**

Facing the Future of Institutional Investment Management

Coping with lower than anticipated future investment returns, focusing on preservation of capital, managing total investment risk, reducing overall cost, executing proper asset allocation and portfolio rebalancing. In the current environment, the successful management of pension fund/endowment assets to enhance returns and hedge against downside risk has become more critical than ever. What is the current landscape for institutional investment management, and what does the future hold? What role does the proper use of derivatives play in that mission? Institutional investors discuss their approach to directly addressing the challenges in managing their portfolios.

Moderator: Michael J. Clowes, *Editorial Director, Pensions & Investments*

Panelists: Edwin Burton, *Board of Trustees, Virginia Retirement System*
Wayne Hofmann, *Vice President of Global Public Assets, Verizon Communications, Inc.*
Lou Morrell, *Vice President for Investments and Treasurer, Wake Forest University*