



TO: Clearing Member Firms
Chief Financial Officers
Back Office Managers
Margin Managers

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Monday, June 12, 2017

To receive advanced notification of Performance Bond (margin) changes, through our free automated mailing list, go to

<http://www.cmegroup.com/newsletter/web2lead/web2sf-old.html>

and subscribe to the Performance Bond Rates Advisory Notice listserver.

As per the normal review of market volatility to ensure adequate collateral coverage, the Chicago Mercantile Exchange Inc., Clearing House Risk Management staff approved the performance bond requirements for the following products listed below.

The rates will be effective after the close of business on

Tuesday, June 13, 2017.

Current rates as of:

Monday, June 12, 2017.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
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Outright Rates

AGRICULTURE - Outright Rates

OATS FUTURES (O)

O	Spec	Increase	USD	770	700	880	800
O	Hedge/Member	Increase	USD	700	700	800	800

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
AGRICULTURE - Intra Spreads								
Oats (CBOT) (O) - All Months (OATS FUTURES)								
O	Spec		Increase	USD	550	500	715	650
O	Hedge/Member		Increase	USD	500	500	650	650
METALS - Intra Spreads								
Palladium - Tier 1 vs Tier 2 (PALLADIUM FUTURES NYMEX)								
PA	Spec		Increase	USD	330	300	495	450
PA	Hedge/Member		Increase	USD	300	300	450	450
Palladium - Tier 2 vs Tier 2 (PALLADIUM FUTURES NYMEX)								
PA	Spec		Increase	USD	330	300	495	450
PA	Hedge/Member		Increase	USD	300	300	450	450
WEATHER - Intra Spreads								
Chicago CDD Monthly (K2) - All Months (K2 CHICAGO CDD FUTURES)								
K2	Spec		Increase	USD	330	300	495	450
K2	Hedge/Member		Increase	USD	300	300	450	450

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
COAL - Inter-commodity Spread Rates						
COAL API4 RCH BAY ARGS MCCLOSKEY FUT (NY-MTF - CME) vs COAL API2 CIF ARA ARG-MCCLOSKEY FUT (NY-MFF - CME): MTF Months 6+ vs MFF Months 6+						
Spread Credit Rate	Decrease	+1:-1	79%	79%	70%	70%
ELECTRICITY - Inter-commodity Spread Rates						
PJM Western Hub Day-Ahead Peak Calendar-Month 5 MW Futures (NY-J4-CME) vs PJM PSEG ZONE OFF-PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-W6-CME)						
Spread Credit Rate	Decrease	+1:-1	80%	80%	65%	65%
NYISO ZONE J DAY-AHEAD PEAK CALENDAR-MONTH 5 MW FUTURES (NY-D3 - CME) vs NYISO ZONE J PEAK LBMP SWAP FUTURES (NY-KJ - CME)						
Spread Credit Rate	Decrease	+5:-1	90%	90%	60%	60%
PJM AEP Dayton Hub Real-Time Off-Peak Calendar-Month 5 MW Futures (NY-V3-CME) vs PJM PSEG Zone Peak Calendar-Month Day-Ahead LMP 5 MW Futures (NY-L6-CME)						
Spread Credit Rate	Decrease	+16:-1	70%	70%	55%	55%
PJM ComEd Zone 5 MW Off-Peak Calendar-Month Day-Ahead LMP Futures (NY-D9-CME) vs PJM Western Hub Day-Ahead Peak Calendar-Month 5 MW Futures (NY-J4-CME)						
Spread Credit Rate	Decrease	+16:-1	86%	86%	70%	70%
PJM Northern Illinois Hub 5 MW Peak Calendar-Month Real-Time LMP Futures (NY-B3-CME) vs PJM PSEG Zone Peak Calendar-Month Day-Ahead LMP 5 MW Futures (NY-L6-CME)						
Spread Credit Rate	Decrease	+1:-1	75%	75%	60%	60%
PJM Western Hub Day-Ahead Off-Peak Calendar-Month 5 MW Futures (NY-E4-CME) vs PJM BGE Zone Peak Calendar-Month Day-Ahead LMP Futures (NY-E3-CME)						
Spread Credit Rate	Decrease	+16:-1	68%	68%	55%	55%
PJM Western Hub Day-Ahead Peak Calendar-Month 5 MW Futures (NY-J4-CME) vs PJM PSEG Zone Peak Calendar-Month Day-Ahead LMP 5 MW Futures (NY-L6-CME)						
Spread Credit Rate	Decrease	+1:-1	85%	85%	70%	70%
PJM WESTERN HUB OFF-PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-E4-CME) vs PJM PSEG ZONE PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-L6-CME)						
Spread Credit Rate	Decrease	+16:-1	73%	73%	58%	58%
PJM WESTERN HUB PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-J4-CME) vs PJM BGE ZONE OFF-PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-R3-CME)						
Spread Credit Rate	Decrease	+1:-16	85%	85%	60%	60%
PJM WESTERN HUB PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-J4-CME) vs PJM BGE ZONE PEAK CALENDAR-MONTH DA LMP SWAP FUT (NY-E3-CME)						
Spread Credit Rate	Decrease	+1:-1	85%	85%	70%	70%
PJM Western Hub Peak Calendar-Month Real-Time LMP Futures (NY-L1-CME) vs PJM PSEG Zone Peak Calendar-Month Day-Ahead LMP 5 MW Futures (NY-L6-CME)						
Spread Credit Rate	Decrease	+1:-1	75%	75%	60%	60%

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
NATURAL GAS - Inter-commodity Spread Rates						
WAHA BASIS SWAP (PLATTS IFERC) (NYM-NW - CME) vs HOUSTON SHIP CHANNEL BASIS SWAP (PLATTS IFERC) (NYM-NH - CME)						
Spread Credit Rate	Decrease	+1:-1	50%	50%	35%	35%