



10-279

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Thursday, July 1, 2010

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, July 06, 2010.

Current rates as of:

Thursday, July 1, 2010.

In this current advisory there are changes to the Short Option Minimum and/or the Volatility Scan Range. Below are descriptions of what each change affects:

The Short Option Minimum (SOM) is a charge that is applied only to portfolios concentrated in short options that do not generate a minimum margin requirement level when margins are calculated using the normal 16 SPAN scenarios. The SOM charge per short calls or short puts is a percentage of the outright margin on one underlying futures contract.

The volatility scan range is the change in implied volatility that is used in each of SPAN's 16 scenarios.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Short Option Minimum (SOM) Rate					
CME CURRENCY FUTURES - Short Option Minimum (SOM) Rate					
AFRICAN RAND (RA) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
AUSTRALIAN DOLLAR (AD) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
BRAZILIAN REAL (BR) - SOM					
Clearing Member Rate	Increase	1.40%	1.00%	1.75%	1.25%
BRITISH POUND (BP) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CANADIAN DOLLAR (CD) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE AUSTRALIAN DOLLAR/CANADIAN DOLLAR (AC) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE AUSTRALIAN DOLLAR/JAPANESE YEN (AJ) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE AUSTRALIAN DOLLAR/NEW ZEELAND DOLLAR (AN) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE BRITISH POUND/JAPANESE YEN (BY) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE BRITISH POUND/SWISS FRANC (BF) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE CANADIAN DOLLAR/JAPANESE YEN (CY) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE CZECH KORUNA/EURO FX (K) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX /CANADIAN DOLLAR (CC) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX/AUSTRALIAN DOLLAR (CA) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX/BRITISH POUND (RP) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX/JAPANESE YEN (RY) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX/NORWEGIAN KRONE (CN) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX/SWIDISH KRONA (KE) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE EURO FX/SWISS FRANC (RF) - SOM					

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Short Option Minimum (SOM) Rate					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE HUNGARIAN FORINT/ EURO FX (R) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CROSS RATE SWISS FRANC/JAPANESE YEN (SJ) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
CZECH KORUNA (CZ) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
DOLLAR INDEX (DR) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
EURO FX (EC) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
HUNGARIAN FORINT (FR) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
JAPANESE YEN (JY) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
MEXICAN PESO (MP) - SOM					
Clearing Member Rate	Increase	1.25%	1.00%	1.56%	1.25%
NEW ZEALAND DOLLAR (NE) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
NORWEGIAN KRONE (UN) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
POLISH ZLOTY (PZ) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
POLISH ZLOTY/EURO FX (Z) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
RUSSIAN RUBLE (RU) - SOM					
Clearing Member Rate	Increase	1.50%	1.00%	1.88%	1.25%
SWEDISH KRONA (SE) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
SWISS FRANC (SF) - SOM					
Clearing Member Rate	Increase	1.35%	1.00%	1.69%	1.25%
COMEX METALS - Short Option Minimum (SOM) Rate					
COPPER FUTURES (CX-HG) - SOM					
Clearing Member Rate	Increase	20.25	15.00	40.50	30.00
GOLD FUTURES (CX-GC) - SOM					
Clearing Member Rate	Increase	20.25	15.00	40.50	30.00
SILVER FUTURES (CX-SI) - SOM					
Clearing Member Rate	Increase	20.25	15.00	40.50	30.00

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Short Option Minimum (SOM) Rate					
NYMEX METALS - Short Option Minimum (SOM) Rate					
PALLADIUM FUTURES (NY-PA) - SOM					
Clearing Member Rate	Increase	11.00	10.00	22.00	20.00
PLATINUM FUTURES (NY-PL) - SOM					
Clearing Member Rate	Increase	33.00	30.00	44.00	40.00
U.S. MIDWEST DOMESTIC HOT-ROLLED COIL STEEL INDEX FUTURES (NY-HR) - SOM					
Clearing Member Rate	Increase	11.00	10.00	22.00	20.00

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Volatility Scan (volScan) Rate					
CME CURRENCY FUTURES - Volatility Scan (volScan) Rate					
AUSTRALIAN DOLLAR (AD) - volScan					
Clearing Member Rate	Increase		0.04		0.07
BRITISH POUND (BP) - volScan					
Clearing Member Rate	Increase		0.01		0.04
CANADIAN DOLLAR (CD) - volScan					
Clearing Member Rate	Increase		0.01		0.04
EURO FX (EC) - volScan					
Clearing Member Rate	Increase		0.01		0.04
JAPANESE YEN (JY) - volScan					
Clearing Member Rate	Increase		0.02		0.04
MEXICAN PESO (MP) - volScan					
Clearing Member Rate	Increase		0.05		0.07
SWISS FRANC (SF) - volScan					
Clearing Member Rate	Increase		0.01		0.03
COMEX METALS - Volatility Scan (volScan) Rate					
COPPER FUTURES (CX-HG) - volScan					
Clearing Member Rate	Increase		0.04		0.09
GOLD FUTURES (CX-GC) - volScan					
Clearing Member Rate	Increase		0.05		0.08
Clearing Member Rate	Decrease		0.05		0.04
SILVER FUTURES (CX-SI) - volScan					
Clearing Member Rate	Increase		0.05		0.09
Clearing Member Rate	Decrease		0.05		0.04
NYMEX METALS - Volatility Scan (volScan) Rate					
PALLADIUM FUTURES (NY-PA) - volScan					
Clearing Member Rate	Increase		0.03		0.05
Clearing Member Rate	Increase		0.03		0.05