



11-2

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Thursday, January 06, 2011

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 **Friday, January 07, 2011.**

Current rates as of:

Thursday, January 06, 2011.

TIER CHANGES FOR Nonfat Dry Milk Futures (NF)
Note: The revisions are in **bold**.

NF Tiers		
Tiers	New	Old
1	1st-2nd Nearby	All Months
2	Greater than 2nd Nearby	

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
AGRICULTURE - Outright Rates								
NONFAT DRY MILK FUTURES (NF)								
NF	Spec	Month 3+	Increase	USD	1,485	1,100	1,823	1,350
NF	Hedge/Member	Month 3+	Increase	USD	1,100	1,100	1,350	1,350
NYMEX COTTON (TT)								
TT	Spec		Increase	USD	2,750	2,500	3,300	3,000
TT	Hedge/Member		Increase	USD	2,500	2,500	3,000	3,000
SUGAR 11 FUTURES NYMEX (YO)								
YO	Spec		Increase	USD	2,750	2,500	3,850	3,500
YO	Hedge/Member		Increase	USD	2,500	2,500	3,500	3,500
US DENOMINATED CRUDE PALM OIL FUT (CPO)								
CPO	Spec		Increase	USD	1,350	1,000	2,025	1,500
CPO	Hedge/Member		Increase	USD	1,000	1,000	1,500	1,500
COAL - Outright Rates								
EASTERN RAIL DELIVERY CSX COAL SWAP (QX)								
QX	Spec		Increase	USD	3,300	3,000	4,400	4,000
QX	Hedge/Member		Increase	USD	3,000	3,000	4,000	4,000
NYMEX COAL FUTURES (QL)								
QL	Spec	Tier 1	Increase	USD	4,125	3,750	5,500	5,000
QL	Hedge/Member	Tier 1	Increase	USD	3,750	3,750	5,000	5,000
QL	Spec	Tier 2	Increase	USD	4,125	3,750	5,500	5,000
QL	Hedge/Member	Tier 2	Increase	USD	3,750	3,750	5,000	5,000
PETROLEUM CRACKS AND SPREADS - Outright Rates								
BRENT CFD(PLATTS) VS FRNT M SW (1C)								
1C	Spec		Increase	USD	550	500	770	700
1C	Hedge/Member		Increase	USD	500	500	700	700
CANADIAN HEAVYCRUDE(NET ENRGY) FUT (WCC)								
WCC	Spec	Tier 1	Increase	USD	1,650	1,500	2,750	2,500
WCC	Hedge/Member	Tier 1	Increase	USD	1,500	1,500	2,500	2,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
ELECTRICITY - Outright Rates								
AEP-DAYTON HUB DAILY (VD)								
VD	Spec		Increase	USD	440	400	880	800
VD	Hedge/Member		Increase	USD	400	400	800	800
CINERGY HUB PEAK DAILY FUTURE (CC)								
CC	Spec		Increase	USD	440	400	880	800
CC	Hedge/Member		Increase	USD	400	400	800	800
ERCOT HST NZ MCPE50 OFFPK CL D (3F)								
3F	Spec		Increase	USD	385	350	770	700
3F	Hedge/Member		Increase	USD	350	350	700	700
ERCOT HST NZ MCPE50 PEAK CL DA (2T)								
2T	Spec		Increase	USD	5,500	5,000	11,000	10,000
2T	Hedge/Member		Increase	USD	5,000	5,000	10,000	10,000
ERCOT HST SZ MCPE50 OFFPK CL D (3H)								
3H	Spec		Increase	USD	385	350	770	700
3H	Hedge/Member		Increase	USD	350	350	700	700
ERCOT HST SZ MCPE50 PEAK CL DA (2U)								
2U	Spec		Increase	USD	5,500	5,000	11,000	10,000
2U	Hedge/Member		Increase	USD	5,000	5,000	10,000	10,000
ERCOT HST WZ MCPE50 OFFPK CL D (3J)								
3J	Spec		Increase	USD	385	350	770	700
3J	Hedge/Member		Increase	USD	350	350	700	700
ERCOT HST WZ MCPE50 PEAK CL DA (2V)								
2V	Spec		Increase	USD	5,500	5,000	11,000	10,000
2V	Hedge/Member		Increase	USD	5,000	5,000	10,000	10,000
ERCOT HSTN Z MCPE5 OFFPK CLN D (I4)								
I4	Spec		Increase	USD	39	35	77	70
I4	Hedge/Member		Increase	USD	35	35	70	70
ERCOT HSTN Z MCPE5 PEAK CLND D (I3)								
I3	Spec		Increase	USD	495	450	1,100	1,000
I3	Hedge/Member		Increase	USD	450	450	1,000	1,000
ERCOT HSTN Z MCPE50 OFFPK CL D (3E)								
3E	Spec		Increase	USD	385	350	770	700
3E	Hedge/Member		Increase	USD	350	350	700	700
ERCOT HSTN Z MCPE50 PEAK CL DA (2S)								
2S	Spec		Increase	USD	4,950	4,500	11,000	10,000
2S	Hedge/Member		Increase	USD	4,500	4,500	10,000	10,000

1/6/2011

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SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
ERCOT NRTH Z MCPE5 OFFPK CLN D (I8)								
I8	Spec		Increase	USD	39	35	77	70
I8	Hedge/Member		Increase	USD	35	35	70	70
ERCOT NRTH Z MCPE5 PEAK CLND D (I7)								
I7	Spec		Increase	USD	550	500	1,100	1,000
I7	Hedge/Member		Increase	USD	500	500	1,000	1,000
ERCOT STH Z MCPE5 OFFPK CLN D (M1)								
M1	Spec		Increase	USD	39	35	77	70
M1	Hedge/Member		Increase	USD	35	35	70	70
ERCOT STH Z MCPE5 PEAK CLND D (K1)								
K1	Spec		Increase	USD	550	500	1,100	1,000
K1	Hedge/Member		Increase	USD	500	500	1,000	1,000
ERCOT WEST Z MCPE5 OFFPK CLN D (R4)								
R4	Spec		Increase	USD	39	35	77	70
R4	Hedge/Member		Increase	USD	35	35	70	70
ERCOT WEST Z MCPE5 PEAK CLND D (R1)								
R1	Spec		Increase	USD	550	500	1,100	1,000
R1	Hedge/Member		Increase	USD	500	500	1,000	1,000
NEW ENGLAND HUB PEAK DAILY (CE)								
CE	Spec		Increase	USD	880	800	1,760	1,600
CE	Hedge/Member		Increase	USD	800	800	1,600	1,600
NEW YORK HUB ZONE G PEAK DAILY (GN)								
GN	Spec		Increase	USD	165	150	330	300
GN	Hedge/Member		Increase	USD	150	150	300	300
NEW YORK HUB ZONE J PEAK DAILY (JN)								
JN	Spec		Increase	USD	165	150	330	300
JN	Hedge/Member		Increase	USD	150	150	300	300
NORTHERN ILLINOIS HUB DAILY (UD)								
UD	Spec		Increase	USD	440	400	880	800
UD	Hedge/Member		Increase	USD	400	400	800	800
NYISO ZONE A LBMP SWAP FUTURE (AN)								
AN	Spec		Increase	USD	165	150	330	300
AN	Hedge/Member		Increase	USD	150	150	300	300
PJM DAILY (JD)								
JD	Spec		Increase	USD	1,650	1,500	3,300	3,000
JD	Hedge/Member		Increase	USD	1,500	1,500	3,000	3,000

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
FREIGHT - Outright Rates								
CAPESIZE TIMECHARTER AVE SWP FUT (CFU)								
CFU	Spec	Tier 1	Decrease	USD	8,250	7,500	7,150	6,500
CFU	Hedge/Member	Tier 1	Decrease	USD	7,500	7,500	6,500	6,500
CFU	Spec	Tier 2	Decrease	USD	6,600	6,000	5,500	5,000
CFU	Hedge/Member	Tier 2	Decrease	USD	6,000	6,000	5,000	5,000
CFU	Spec	Tier 3	Decrease	USD	4,950	4,500	3,850	3,500
CFU	Hedge/Member	Tier 3	Decrease	USD	4,500	4,500	3,500	3,500
MINI CAPESIZE TIMECHARTER AV SWAP (CSF)								
CSF	Spec	Tier 1	Decrease	USD	2,063	1,875	1,788	1,625
CSF	Hedge/Member	Tier 1	Decrease	USD	1,875	1,875	1,625	1,625
CSF	Spec	Tier 2	Decrease	USD	1,650	1,500	1,375	1,250
CSF	Hedge/Member	Tier 2	Decrease	USD	1,500	1,500	1,250	1,250
CSF	Spec	Tier 3	Decrease	USD	1,238	1,125	963	875
CSF	Hedge/Member	Tier 3	Decrease	USD	1,125	1,125	875	875
FX - Outright Rates								
AD/CD FUTURES (AC)								
AC	Spec		Increase	CAD	4,050	3,000	4,725	3,500
AC	Hedge/Member		Increase	CAD	3,000	3,000	3,500	3,500
AUSTRALIAN DOLLAR FUTURES (AD)								
AD	Spec		Decrease	USD	3,240	2,400	2,835	2,100
AD	Hedge/Member		Decrease	USD	2,400	2,400	2,100	2,100
EC/AD CROSS RATE FUTURES (CA)								
CA	Spec		Decrease	AUD	6,750	5,000	5,400	4,000
CA	Hedge/Member		Decrease	AUD	5,000	5,000	4,000	4,000
EC/CD CROSS RATE FUTURE (CC)								
CC	Spec		Decrease	CAD	6,075	4,500	5,063	3,750
CC	Hedge/Member		Decrease	CAD	4,500	4,500	3,750	3,750
E-MICRO AUD/USD FUTURES (M6A)								
M6A	Spec		Decrease	USD	324	240	284	210
M6A	Hedge/Member		Decrease	USD	240	240	210	210
E-MICRO CHF/USD FUTURES (MSF)								
MSF	Spec		Increase	USD	270	200	338	250
MSF	Hedge/Member		Increase	USD	200	200	250	250
SWISS FRANC FUTURES (SF)								
SF	Spec		Increase	USD	2,700	2,000	3,375	2,500
SF	Hedge/Member		Increase	USD	2,000	2,000	2,500	2,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
NATURAL GAS - Outright Rates								
ALGON CITY GATES NAT GAS INDEX SWAP (N7)								
N7	Spec	Tier 1	Increase	USD	2,750	2,500	3,850	3,500
N7	Hedge/Member	Tier 1	Increase	USD	2,500	2,500	3,500	3,500
ALGONQUIN CITYGATES BASIS (B4)								
B4	Spec		Increase	USD	1,100	1,000	2,200	2,000
B4	Hedge/Member		Increase	USD	1,000	1,000	2,000	2,000
PANHANDLE BASIS SWAP (PH)								
PH	Spec	Tier 1	Increase	USD	275	250	330	300
PH	Hedge/Member	Tier 1	Increase	USD	250	250	300	300
PANHANDLE INDEX SWAP FUTURE (IV)								
IV	Spec	Tier 1	Increase	USD	660	600	880	800
IV	Hedge/Member	Tier 1	Increase	USD	600	600	800	800
TETCO M-3 INDEX (IX)								
IX	Spec	Tier 1	Increase	USD	1,925	1,750	3,300	3,000
IX	Hedge/Member	Tier 1	Increase	USD	1,750	1,750	3,000	3,000
TEXAS EASTERN ZONE M-3 BASIS SWAP (NX)								
NX	Spec	Tier 1	Increase	USD	1,100	1,000	2,200	2,000
NX	Hedge/Member	Tier 1	Increase	USD	1,000	1,000	2,000	2,000
NX	Spec	Tier 2	Increase	USD	1,100	1,000	2,200	2,000
NX	Hedge/Member	Tier 2	Increase	USD	1,000	1,000	2,000	2,000
TRANSCO ZONE 6 BASIS SWAP (NZ)								
NZ	Spec	Tier 1	Increase	USD	1,760	1,600	3,300	3,000
NZ	Hedge/Member	Tier 1	Increase	USD	1,600	1,600	3,000	3,000
NZ	Spec	Tier 2	Increase	USD	1,760	1,600	3,300	3,000
NZ	Hedge/Member	Tier 2	Increase	USD	1,600	1,600	3,000	3,000
NZ	Spec	Tier 3	Increase	USD	550	500	825	750
NZ	Hedge/Member	Tier 3	Increase	USD	500	500	750	750
TRANSCO ZONE 6 INDEX (IT)								
IT	Spec	Tier 1	Increase	USD	3,300	3,000	5,500	5,000
IT	Hedge/Member	Tier 1	Increase	USD	3,000	3,000	5,000	5,000
WAHA INDEX SWAP FUTURE (IY)								
IY	Spec		Increase	USD	880	800	1,100	1,000
IY	Hedge/Member		Increase	USD	800	800	1,000	1,000

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
WAHA TEXAS BASIS SWAP (NW)								
NW	Spec	Tier 1	Increase	USD	275	250	358	325
NW	Hedge/Member	Tier 1	Increase	USD	250	250	325	325
NW	Spec	Tier 2	Increase	USD	275	250	358	325
NW	Hedge/Member	Tier 2	Increase	USD	250	250	325	325
NW	Spec	Tier 3	Increase	USD	275	250	358	325
NW	Hedge/Member	Tier 3	Increase	USD	250	250	325	325

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
AGRICULTURE - Intra Spreads								
Nonfat Dry Milk (NF) - Tier 2 vs Tier 2 (NONFAT DRY MILK FUTURES)								
NF	Spec		New	USD			1,350	1,000
NF	Hedge/Member		New	USD			1,000	1,000
Nonfat Dry Milk (NF) - Tier 1 vs Tier 2 (NONFAT DRY MILK FUTURES)								
NF	Spec		New	USD			1,013	750
NF	Hedge/Member		New	USD			750	750