



11-227

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements:

DATE: Tuesday, June 28, 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

Tuesday, June 28, 2011.

Current rates as of:

Tuesday, June 28, 2011.

TIERS FOR SOCAL PIPE SWAP (NY-XN)

NY-XN Tiers		
Tiers	New	Old
1	1 st Month	All Months
2	2 nd Month	
3	Months 3 - 6	
4	Months 7 - 12	
5	Months 13+	

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								
CHICAGO CITY GATE PIPE SWAP (XO)								
XO	Spec		Decrease	USD	2,750	2,500	1,375	1,250
XO	Hedge/Member		Decrease	USD	2,500	2,500	1,250	1,250
HOUSTON SHIP CHANNEL PIPE SWAP (XJ)								
XJ	Spec		Decrease	USD	2,750	2,500	1,100	1,000
XJ	Hedge/Member		Decrease	USD	2,500	2,500	1,000	1,000
NORTHERN ROCKIES PIPE SWAP (XR)								
XR	Spec		Decrease	USD	2,750	2,500	1,100	1,000
XR	Hedge/Member		Decrease	USD	2,500	2,500	1,000	1,000
PANHANDLE PIPE SWAP (XH)								
XH	Spec		Decrease	USD	1,650	1,500	1,100	1,000
XH	Hedge/Member		Decrease	USD	1,500	1,500	1,000	1,000
PGE CITYGATE PIPE SWAP (XQ)								
XQ	Spec		Decrease	USD	2,750	2,500	1,210	1,100
XQ	Hedge/Member		Decrease	USD	2,500	2,500	1,100	1,100
SAN JUAN PIPE SWAP (XX)								
XX	Spec		Decrease	USD	2,750	2,500	1,100	1,000
XX	Hedge/Member		Decrease	USD	2,500	2,500	1,000	1,000
SOCAL PIPE SWAP (XN)								
XN	Spec	Tier 1	Decrease	USD	1,650	1,500	1,100	1,000
XN	Hedge/Member	Tier 1	Decrease	USD	1,500	1,500	1,000	1,000
XN	Spec	Tier 2	New	USD			990	900
XN	Hedge/Member	Tier 2	New	USD			900	900
XN	Spec	Tier 3	New	USD			935	850
XN	Hedge/Member	Tier 3	New	USD			850	850
XN	Spec	Tier 4	New	USD			660	600
XN	Hedge/Member	Tier 4	New	USD			600	600
XN	Spec	Tier 5	New	USD			660	600
XN	Hedge/Member	Tier 5	New	USD			600	600

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
NATURAL GAS - Intra Spreads								
SOCAL PIPE SWAP - Tier 1 vs Tier 2 (SOCAL PIPE SWAP)								
XN	Spec		Decrease	USD	440	400	220	200
XN	Hedge/Member		Decrease	USD	400	400	200	200
SOCAL PIPE SWAP - Tier 1 vs Tier 3 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 1 vs Tier 4 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 1 vs Tier 5 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 2 vs Tier 3 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 2 vs Tier 4 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 2 vs Tier 5 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 3 vs Tier 3 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 3 vs Tier 4 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 3 vs Tier 5 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 4 vs Tier 4 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200
SOCAL PIPE SWAP - Tier 4 vs Tier 5 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200

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SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
SOCAL PIPE SWAP - Tier 5 vs Tier 5 (SOCAL PIPE SWAP)								
XN	Spec		New	USD			220	200
XN	Hedge/Member		New	USD			200	200

Rate Type	Change	Description	Current Initial	Current Maintenance	New Initial	New Maintenance
Volatility Scan (volScan) Rate						
NATURAL GAS - Volatility Scan (volScan) Rate						
SOCAL PIPE SWAP (NY-XN) - volScan						
Clearing Member Rate	New	Tier 1				0.15
Clearing Member Rate	New	Tier 2				0.10
Clearing Member Rate	New	Tier 3				0.08
Clearing Member Rate	New	Tier 4				0.06
Clearing Member Rate	New	Tier 5				0.04