



11-376

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Friday, October 21, 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, October 25, 2011.**

Current rates as of:

**Thursday, October 20, 2011.**

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Outright Rates</b>								
<b>NGL/PETROCHEMICALS - Outright Rates</b>								
<b>MT. BELV LDH PROPNE OPIS VS ARG FAR (31)</b>								
31	Spec	Mth 1	Decrease	USD	55,000	50,000	49,500	45,000
31	Hedge/Member	Mth 1	Decrease	USD	50,000	50,000	45,000	45,000
31	Spec	Mth 2+	Decrease	USD	55,000	50,000	49,500	45,000
31	Hedge/Member	Mth 2+	Decrease	USD	50,000	50,000	45,000	45,000
<b>PETROLEUM CRACKS AND SPREADS - Outright Rates</b>								
<b>ARGS PRPANE FR EST VS EURO CIF ARA (91)</b>								
91	Spec	Mth 1	Decrease	USD	55,000	50,000	44,000	40,000
91	Hedge/Member	Mth 1	Decrease	USD	50,000	50,000	40,000	40,000
91	Spec	Mth 2+	Decrease	USD	55,000	50,000	44,000	40,000
91	Hedge/Member	Mth 2+	Decrease	USD	50,000	50,000	40,000	40,000
<b>E/W NAPHTHA JAPAN CF VS CRGOES CIF (EWN)</b>								
EWN	Spec	Mth 1	Increase	USD	44,000	40,000	56,100	51,000
EWN	Hedge/Member	Mth 1	Increase	USD	40,000	40,000	51,000	51,000
EWN	Spec	Mth 2+	Increase	USD	44,000	40,000	56,100	51,000
EWN	Hedge/Member	Mth 2+	Increase	USD	40,000	40,000	51,000	51,000

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Intra Spreads</b>								
<b>NGL/PETROCHEMICALS - Intra Spreads</b>								
<b>MONT BELVIEU LDH PROPANE (OPIS) VS. ARGUS PROPANE - Tier 1 vs. Tier 2 (MT. BELV LDH PROPNE OPIS VS ARG FAR)</b>								
31	Spec		Decrease	USD	11,000	10,000	9,900	9,000
31	Hedge/Member		Decrease	USD	10,000	10,000	9,000	9,000
<b>MONT BELVIEU LDH PROPANE (OPIS) VS. ARGUS PROPANE - Tier 2 vs. Tier 2 (MT. BELV LDH PROPNE OPIS VS ARG FAR)</b>								
31	Spec		Decrease	USD	11,000	10,000	9,900	9,000
31	Hedge/Member		Decrease	USD	10,000	10,000	9,000	9,000
<b>PETROLEUM CRACKS AND SPREADS - Intra Spreads</b>								
<b>ARGUS PROPANE FAR EAST INDEX VS. EUROPEAN PROPANE - Tier 2 vs. Tier 2 (ARGS PRPANE FR EST VS EURO CIF ARA)</b>								
91	Spec		Decrease	USD	11,000	10,000	8,800	8,000
91	Hedge/Member		Decrease	USD	10,000	10,000	8,000	8,000
<b>ARGUS PROPANE FAR EAST INDEX VS. EUROPEAN PROPANE- Tier 1 vs. Tier 2 (ARGS PRPANE FR EST VS EURO CIF ARA)</b>								
91	Spec		Decrease	USD	11,000	10,000	8,800	8,000
91	Hedge/Member		Decrease	USD	10,000	10,000	8,000	8,000
<b>East-West Naphtha: Japan C&amp;F vs. Cargoes CIF NWE Spread (Platts) Swap Futures - Tier 1 vs. Tier 2 (E/W NAPHTHA JAPAN CF VS CRGOES CIF)</b>								
EWN	Spec		Increase	USD	8,800	8,000	11,220	10,200
EWN	Hedge/Member		Increase	USD	8,000	8,000	10,200	10,200
<b>East-West Naphtha: Japan C&amp;F vs. Cargoes CIF NWE Spread (Platts) Swap Futures - Tier 2 vs. Tier 2 (E/W NAPHTHA JAPAN CF VS CRGOES CIF)</b>								
EWN	Spec		Increase	USD	8,800	8,000	11,220	10,200
EWN	Hedge/Member		Increase	USD	8,000	8,000	10,200	10,200
<b>REFINED PRODUCTS - Intra Spreads</b>								
<b>Premium Unl Gasoline 10ppm (Platts) FOB Med Swap - All Months (PREMIUM UNLD 10P FOB MED SWP)</b>								
3G	Spec		Increase	USD	3,740	3,400	6,600	6,000
3G	Hedge/Member		Increase	USD	3,400	3,400	6,000	6,000