



17-177

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Tuesday, May 09, 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

**Wednesday, May 10, 2017.**

Current rates as of:

**Tuesday, May 09, 2017.**

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Intra Spreads</b>								
<b>AGRICULTURE - Intra Spreads</b>								
<b>Month 1 vs Month 2 (LIVE CATTLE FUTURES)</b>								
LC	Spec		Increase	USD	770	700	1,045	950
LC	Hedge/Member		Increase	USD	700	700	950	950
<b>Month 1 vs Month 2 (LIVE CATTLE TRADE AT SETTLEMENT)</b>								
LET	Spec		Increase	USD	770	700	1,045	950
LET	Hedge/Member		Increase	USD	700	700	950	950
<b>Month 1 vs Month 3 (LIVE CATTLE FUTURES)</b>								
LC	Spec		Increase	USD	880	800	1,210	1,100
LC	Hedge/Member		Increase	USD	800	800	1,100	1,100
<b>Month 1 vs Month 3 (LIVE CATTLE TRADE AT SETTLEMENT)</b>								
LET	Spec		Increase	USD	880	800	1,210	1,100
LET	Hedge/Member		Increase	USD	800	800	1,100	1,100
<b>Month 1 vs Month 4 (LIVE CATTLE FUTURES)</b>								
LC	Spec		Increase	USD	990	900	1,320	1,200
LC	Hedge/Member		Increase	USD	900	900	1,200	1,200
<b>Month 1 vs Month 4 (LIVE CATTLE TRADE AT SETTLEMENT)</b>								
LET	Spec		Increase	USD	990	900	1,320	1,200
LET	Hedge/Member		Increase	USD	900	900	1,200	1,200
<b>Month 1 vs Month 5 (LIVE CATTLE FUTURES)</b>								
LC	Spec		Increase	USD	1,210	1,100	1,485	1,350
LC	Hedge/Member		Increase	USD	1,100	1,100	1,350	1,350
<b>Month 1 vs Month 5 (LIVE CATTLE TRADE AT SETTLEMENT)</b>								
LET	Spec		Increase	USD	1,210	1,100	1,485	1,350
LET	Hedge/Member		Increase	USD	1,100	1,100	1,350	1,350
<b>Month 1 vs Months 6+ (LIVE CATTLE FUTURES)</b>								
LC	Spec		Increase	USD	1,210	1,100	1,485	1,350
LC	Hedge/Member		Increase	USD	1,100	1,100	1,350	1,350
<b>Month 1 vs Months 6+ (LIVE CATTLE TRADE AT SETTLEMENT)</b>								
LET	Spec		Increase	USD	1,210	1,100	1,485	1,350
LET	Hedge/Member		Increase	USD	1,100	1,100	1,350	1,350
<b>Month 2 vs Month 4 (FEEDER CATTLE FUTURES)</b>								
FC	Spec		Increase	USD	825	750	1,155	1,050
FC	Hedge/Member		Increase	USD	750	750	1,050	1,050
<b>Month 2 vs Month 4 (FEEDER CATTLE TRADE AT SETTLE)</b>								

## SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Intra Spreads</b>								
GFT	Spec		Increase	USD	825	750	1,155	1,050
GFT	Hedge/Member		Increase	USD	750	750	1,050	1,050
<b>Month 2 vs Month 5 (FEEDER CATTLE FUTURES)</b>								
FC	Spec		Increase	USD	990	900	1,375	1,250
FC	Hedge/Member		Increase	USD	900	900	1,250	1,250
<b>Month 2 vs Month 5 (FEEDER CATTLE TRADE AT SETTLE)</b>								
GFT	Spec		Increase	USD	990	900	1,375	1,250
GFT	Hedge/Member		Increase	USD	900	900	1,250	1,250
<b>Month 3 vs Month 4 (FEEDER CATTLE FUTURES)</b>								
FC	Spec		Increase	USD	715	650	880	800
FC	Hedge/Member		Increase	USD	650	650	800	800
<b>Month 3 vs Month 4 (FEEDER CATTLE TRADE AT SETTLE)</b>								
GFT	Spec		Increase	USD	715	650	880	800
GFT	Hedge/Member		Increase	USD	650	650	800	800
<b>Month 3 vs Month 5 (FEEDER CATTLE FUTURES)</b>								
FC	Spec		Increase	USD	880	800	1,210	1,100
FC	Hedge/Member		Increase	USD	800	800	1,100	1,100
<b>Month 3 vs Month 5 (FEEDER CATTLE TRADE AT SETTLE)</b>								
GFT	Spec		Increase	USD	880	800	1,210	1,100
GFT	Hedge/Member		Increase	USD	800	800	1,100	1,100

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
<b>Inter-commodity Spread Rates</b>						

### AGRICULTURE - Inter-commodity Spread Rates

#### Feeder Cattle (FC) vs. Live Cattle (LC)

Spread Credit Rate	Decrease	+2:-3	70%	70%	50%	50%
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