18-322

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Tuesday, August 14, 2018

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, August 15, 2018.

Current rates as of:

Tuesday, August 14, 2018.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
				AGRICULTURE - Outright Rates				
AUSTRALIAN WHEAT FUTURES (AUW)								
AUW	Spec		Increase	USD	385	350	468	425
AUW	Hedge/Member		Increase	USD	350	350	425	425
BLACK SEA WHEAT FIN STL PLATTS FUT (BWF)								
BWF	Spec		Increase	USD	385	350	468	425
BWF	Hedge/Member		Increase	USD	350	350	425	425
LUMBER110 FUTURES (LB)								
LB	Spec	Mnth 1	Increase	USD	2,090	1,900	2,475	2,250
LB	Hedge/Member	Mnth 1	Increase	USD	1,900	1,900	2,250	2,250
				CRUDE OIL SPREADS - Outright Rates				
WTI MIDLAND (ARG) VS. WTI TRADE MTH (WTT)								
WTT	Spec	Mnth 1	Increase	USD	3,190	2,900	3,850	3,500
WTT	Hedge/Member	Mnth 1	Increase	USD	2,900	2,900	3,500	3,500
WTT	Spec	Mnth 2	Increase	USD	3,190	2,900	3,520	3,200
WTT	Hedge/Member	Mnth 2	Increase	USD	2,900	2,900	3,200	3,200
WTI MIDLAND(ARGUS) VS WTI FINCL FUT (FF)								
FF	Spec	Mnth1	Increase	USD	3,080	2,800	3,740	3,400
FF	Hedge/Member	Mnth1	Increase	USD	2,800	2,800	3,400	3,400
FF	Spec	Mnth 2	Increase	USD	3,080	2,800	3,300	3,000
FF	Hedge/Member	Mnth 2	Increase	USD	2,800	2,800	3,000	3,000
WTS (ARGUS) V WTI TRD MTH FUT (FH)								
FH	Spec	Mnth 1	Increase	USD	4,070	3,700	4,620	4,200
FH	Hedge/Member	Mnth 1	Increase	USD	3,700	3,700	4,200	4,200
FH	Spec	Mnth 2	Increase	USD	4,070	3,700	4,400	4,000
FH	Hedge/Member	Mnth 2	Increase	USD	3,700	3,700	4,000	4,000
				FX - Outright Rates				
U.S. DOLLAR TURKISH LIRA FUTURES (TRY)								
TRY	Spec		Increase	TRY	88,000	80,000	110,000	100,000
TRY	Hedge/Member		Increase	TRY	80,000	80,000	100,000	100,000

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					
TEXAS EASTERN ZONE M-3 BASIS FUT (NX)								
NX	Spec	Mth 1	Increase	USD	1,760	1,600	2,090	1,900
NX	Hedge/Member	Mth 1	Increase	USD	1,600	1,600	1,900	1,900
NX	Spec	Mth 2	Increase	USD	1,100	1,000	1,320	1,200
NX	Hedge/Member	Mth 2	Increase	USD	1,000	1,000	1,200	1,200
NX	Spec	Winter 2018/2019	Increase	USD	660	600	825	750
NX	Hedge/Member	Winter 2018/2019	Increase	USD	600	600	750	750
NX	Spec	Summer 2019	Increase	USD	660	600	825	750
NX	Hedge/Member	Summer 2019	Increase	USD	600	600	750	750
NX	Spec	Winter 2019/2020	Increase	USD	660	600	825	750
NX	Hedge/Member	Winter 2019/2020	Increase	USD	600	600	750	750
NX	Spec	Summer 2020	Increase	USD	660	600	825	750
NX	Hedge/Member	Summer 2020	Increase	USD	600	600	750	750
NX	Spec	APR 2021+	Increase	USD	660	600	825	750
NX	Hedge/Member	APR 2021+	Increase	USD	600	600	750	750
TRANSCO ZONE 3 BASIS (CZ)								
CZ	Spec	Mth 1	Increase	USD	127	115	154	140
CZ	Hedge/Member	Mth 1	Increase	USD	115	115	140	140
CZ	Spec	Mth 2	Increase	USD	94	85	121	110
CZ	Hedge/Member	Mth 2	Increase	USD	85	85	110	110
CZ	Spec	Mths 3 - 6	Increase	USD	99	90	121	110
CZ	Hedge/Member	Mths 3 - 6	Increase	USD	90	90	110	110
CZ	Spec	Mths 7 - 12	Increase	USD	99	90	121	110
CZ	Hedge/Member	Mths 7 - 12	Increase	USD	90	90	110	110
CZ	Spec	Mths 13+	Increase	USD	99	90	121	110
CZ	Hedge/Member	Mths 13+	Increase	USD	90	90	110	110

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
CRUDE OIL - Inter-commodity Spread Rates						
LIGHT SWEET CRUDE OIL FUTURES (NY-CL - CME) vs CONWAY NATURAL GASOLINE (OPIS) SWAP FUTURES (NY-8L - CME)						
Spread Credit Rate	Decrease	+1:-1	70%	70%	65%	65%
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs CONWAY NATURAL GASOLINE (OPIS) SWAP FUTURES (NY-8L - CME)						
Spread Credit Rate	Decrease	+1:-1	70%	70%	65%	65%
NGL/PETROCHEMICALS - Inter-commodity Spread Rates						
LIGHT SWEET CRUDE OIL FUTURES (NY-CL - CME) vs CONWAY NATURAL GASOLINE (OPIS) SWAP FUTURES (NY-8L - CME)						
Spread Credit Rate	Decrease	+1:-1	70%	70%	65%	65%
LIGHT SWEET CRUDE OIL FUTURES (NY-CL, CS, WS) vs CONWAY NATURAL GASOLINE (OPIS) SWAP FUTURES (NY-8L - CME)						
Spread Credit Rate	Decrease	+1:-1	70%	70%	65%	65%