20-178

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Monday, April 27, 2020

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. Please email any questions to Clearing.RiskManagement@cmegroup.com

The rates will be effective after the close of business on

Tuesday, April 28, 2020.

Current rates as of:

Monday, April 27, 2020.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
			AGRICULTURE - Outright Rates					
ROUGH RICE FUTURES (14)								
14	Spec	Month 1	Increase	USD	1,188	1,080	1,540	1,400
14	Hedge/Member	Month 1	Increase	USD	1,080	1,080	1,400	1,400
14	Spec	Months 2+	Increase	USD	1,188	1,080	1,430	1,300
14	Hedge/Member	Months 2+	Increase	USD	1,080	1,080	1,300	1,300
			INTEREST RATES - Outright Rates					
2 YEAR TREASURY NOTE FUTURES (26)								
26	Spec	Mnth 1	Decrease	USD	798	725	688	625
26	Hedge/Member	Mnth 1	Decrease	USD	725	725	625	625
26	Spec	Mnths 2+	Decrease	USD	831	755	715	650
26	Hedge/Member	Mnths 2+	Decrease	USD	755	755	650	650
30 YR U.S. TREASURY BOND FUTURES (17)								
17	Spec	Month 1	Decrease	USD	7,150	6,500	6,600	6,000
17	Hedge/Member	Month 1	Decrease	USD	6,500	6,500	6,000	6,000
17	Spec	Month 2+	Decrease	USD	7,150	6,500	6,600	6,000
17	Hedge/Member	Month 2+	Decrease	USD	6,500	6,500	6,000	6,000
5 YR TREASURY NOTE FUTURES (25)								
25	Spec	All Months	Decrease	USD	1,018	925	935	850
25	Hedge/Member	All Months	Decrease	USD	925	925	850	850
LONG TERM U.S. TREASURY BOND FUTURE (UBE)								
UBE	Spec	All Months	Decrease	USD	15,400	14,000	13,750	12,500
UBE	Hedge/Member	All Months	Decrease	USD	14,000	14,000	12,500	12,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
			AGRICULTURE - Intra Spreads					
All Mnths (BLACK SEA WHEAT FIN STL PLATTS FUT)								
BWF	Spec		Increase	USD	330	300	374	340
BWF	Hedge/Member		Increase	USD	300	300	340	340
Month 1 vs Month 2 (OATS FUTURES)								
O	Spec		Increase	USD	440	400	633	575
O	Hedge/Member		Increase	USD	400	400	575	575
Months 1-2 vs Months 3+ (OATS FUTURES)								
O	Spec		Increase	USD	523	475	660	600
O	Hedge/Member		Increase	USD	475	475	600	600
Months 3+ vs Months 3+ (OATS FUTURES)								
O	Spec		Increase	USD	385	350	495	450
O	Hedge/Member		Increase	USD	350	350	450	450
Rough Rice (CBOT) (14) - Months 1 vs Months 2+ (ROUGH RICE FUTURES)								
14	Spec		Increase	USD	1,173	1,066	1,540	1,400
14	Hedge/Member		Increase	USD	1,066	1,066	1,400	1,400
Rough Rice (CBOT) (14) - Months 2+ vs Months 2+ (ROUGH RICE FUTURES)								
14	Spec		Increase	USD	1,023	930	1,100	1,000
14	Hedge/Member		Increase	USD	930	930	1,000	1,000
			REFINED PRODUCTS - Intra Spreads					
EIA FLAT TAX ON-HIGHWAY DIESEL SWAP- 2+ vs 2+ (EIA FLAT TAX ONHWAY DIESEL FUT)								
A5	Spec		Increase	USD	2,200	2,000	2,750	2,500
A5	Hedge/Member		Increase	USD	2,000	2,000	2,500	2,500
Gulf Coast Ultra Low Sulfur Diesel (ULSD) Swap - Mth 2 vs Mth 2+ (GULF COAST ULSD CALENDAR FUT)								
LY	Spec		Increase	USD	1,540	1,400	1,980	1,800
LY	Hedge/Member		Increase	USD	1,400	1,400	1,800	1,800

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						
EIA FLAT TAX ON-HIGHWAY DIESEL SWAP FUTURES (NY-A5 - CME) vs DUBAI CRUDE OIL (PLATTS) CALENDAR SWAP FUTURES (NY-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	75%	75%	70%	70%
GULF COAST JET FUEL (PLATTS) CALENDAR SWAP FUTURES (NY-GE - CME) vs DUBAI CRUDE OIL (PLATTS) CALENDAR SWAP FUTURES (NY-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	80%	80%	73%	73%
GULF COAST ULSD (PLATTS) SWAP FUTURES (NY-LY - CME) vs DUBAI CRUDE OIL (PLATTS) CALENDAR SWAP FUTURES (NY-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	81%	81%	76%	76%
HEATING OIL FINANCIAL FUTURES (NYM-HO, BH, MP) vs DUBAI CRUDE OIL CALENDAR SWAP (NYM-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	80%	80%	76%	76%
REFINED PRODUCTS - Inter-commodity Spread Rates						
EIA FLAT TAX ON-HIGHWAY DIESEL SWAP FUTURES (NY-A5 - CME) vs DUBAI CRUDE OIL (PLATTS) CALENDAR SWAP FUTURES (NY-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	75%	75%	70%	70%
EIA FLAT TAX ON-HIGHWAY DIESEL SWAP FUTURES (NY-A5 - CME) vs GASOLINE EURO-BOB OXY (ARGUS) NWE BARGES SWAP FUTURES (NY-7H - CME)						
Spread Credit Rate	Decrease	+25:-3	70%	70%	64%	64%
GULF COAST JET FUEL (PLATTS) CALENDAR SWAP FUTURES (NY-GE - CME) vs DUBAI CRUDE OIL (PLATTS) CALENDAR SWAP FUTURES (NY-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	80%	80%	73%	73%
GULF COAST NO. 6 FUEL OIL 3.0% (PLATTS) SWAP FUTURES (NY-MF - CME) vs GULF COAST JET FUEL (PLATTS) CALENDAR SWAP FUTURES (NY-GE - CME)						
Spread Credit Rate	Decrease	+1:-1	68%	68%	63%	63%
GULF COAST ULSD (PLATTS) SWAP FUTURES (NY-LY - CME) vs DUBAI CRUDE OIL (PLATTS) CALENDAR SWAP FUTURES (NY-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	81%	81%	76%	76%
HEATING OIL FINANCIAL FUTURES (NYM-HO, BH, MP) vs DUBAI CRUDE OIL CALENDAR SWAP (NYM-DC - CME)						
Spread Credit Rate	Decrease	+1:-1	80%	80%	76%	76%