CME Group

20-328

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Thursday, August 20, 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

Friday, August 21, 2020.

Current rates as of:

Thursday, August 20, 2020.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Outright Rates								
FREIGHT - Outright Rates								
FREIGHT ROUTE TC14 (BALTIC) FUTURES (FRC)								
FRC	Spec	Mnth 1	Decrease	USD	13,200	12,000	11,000	10,000
FRC	Hedge/Member	Mnth 1	Decrease	USD	12,000	12,000	10,000	10,000
FRC	Spec	Mnths 2	Decrease	USD	13,200	12,000	11,000	10,000
FRC	Hedge/Member	Mnths 2	Decrease	USD	12,000	12,000	10,000	10,000
FREIGHT ROUTE TC7 (BALTIC) FUTURES (TC7)								
TC7	Spec	Mnths 1	Decrease	USD	18,700	17,000	16,500	15,000
TC7	Hedge/Member	Mnths 1	Decrease	USD	17,000	17,000	15,000	15,000
TC7	Spec	Mnths 2	Decrease	USD	18,700	17,000	16,500	15,000
TC7	Hedge/Member	Mnths 2	Decrease	USD	17,000	17,000	15,000	15,000
TC7	Spec	Mnths 3	Decrease	USD	18,700	17,000	16,500	15,000
TC7	Hedge/Member	Mnths 3	Decrease	USD	17,000	17,000	15,000	15,000
TC7	Spec	Mnths 4-7	Decrease	USD	18,700	17,000	16,500	15,000
TC7	Hedge/Member	Mnths 4-7	Decrease	USD	17,000	17,000	15,000	15,000
TC7	Spec	Mnths 8+	Decrease	USD	18,700	17,000	16,500	15,000
TC7	Hedge/Member	Mnths 8+	Decrease	USD	17,000	17,000	15,000	15,000
FREIGHT ROUTE TD19 (BALTIC) FUTURES (TDM)								
TDM	Spec	Mnths 1	Decrease	USD	5,500	5,000	4,950	4,500
TDM	Hedge/Member	Mnths 1	Decrease	USD	5,000	5,000	4,500	4,500
TDM	Spec	Mnths 2	Decrease	USD	5,500	5,000	4,950	4,500
TDM	Hedge/Member	Mnths 2	Decrease	USD	5,000	5,000	4,500	4,500
TDM	Spec	Mnths 3	Decrease	USD	5,500	5,000	4,950	4,500
TDM	Hedge/Member	Mnths 3	Decrease	USD	5,000	5,000	4,500	4,500
TDM	Spec	Mnths 4-7	Decrease	USD	5,500	5,000	4,950	4,500
TDM	Hedge/Member	Mnths 4-7	Decrease	USD	5,000	5,000	4,500	4,500
TDM	Spec	Mnths 8+	Decrease	USD	5,500	5,000	4,950	4,500
TDM	Hedge/Member	Mnths 8+	Decrease	USD	5,000	5,000	4,500	4,500
FREIGHT ROUTE TD20 (BALTIC) FUTURES (T2D)								
T2D	Spec	Mth 1	Decrease	USD	7,700	7,000	7,150	6,500
T2D	Hedge/Member	Mth 1	Decrease	USD	7,000	7,000	6,500	6,500
T2D	Spec	Mths 2-3	Decrease	USD	7,700	7,000	7,150	6,500
T2D	Hedge/Member	Mths 2-3	Decrease	USD	7,000	7,000	6,500	6,500
FREIGHT ROUTE TD22 (BALTIC) FUTURE (ACB)								
ACB	Spec	Mnths 1	Decrease	USD	16,500	15,000	15,400	14,000
ACB	Hedge/Member	Mnths 1	Decrease	USD	15,000	15,000	14,000	14,000
ACB	Spec	Mnths 2	Decrease	USD	15,400	14,000	14,300	13,000

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Outright Rates								
ACB	Hedge/Member	Mnths 2	Decrease	USD	14,000	14,000	13,000	13,000
ACB	Spec	Mnths 3	Decrease	USD	15,400	14,000	14,300	13,000
ACB	Hedge/Member	Mnths 3	Decrease	USD	14,000	14,000	13,000	13,000
FX - Outright Rates								
AD/JY FUTURES (AJ)								
AJ	Spec		Decrease	JPY	605,000	550,000	550,000	500,000
AJ	Hedge/Member		Decrease	JPY	550,000	550,000	500,000	500,000
BPSF FUTURE (BF)								
BF	Spec		Decrease	CHF	7,700	7,000	6,600	6,000
BF	Hedge/Member		Decrease	CHF	7,000	7,000	6,000	6,000
CHILEAN PESO/US DOLLAR CLP/USD FUT (CHP)								
CHP	Spec		Decrease	USD	4,180	3,800	3,520	3,200
CHP	Hedge/Member		Decrease	USD	3,800	3,800	3,200	3,200
ISRAELI SHEKEL FUTURES (IS)								
IS	Spec		Decrease	USD	11,000	10,000	9,350	8,500
IS	Hedge/Member		Decrease	USD	10,000	10,000	8,500	8,500
NKR/USD FUTURES (UN)								
UN	Spec		Decrease	USD	11,000	10,000	9,900	9,000
UN	Hedge/Member		Decrease	USD	10,000	10,000	9,000	9,000
SKR/USD CROSS RATE FUTURES (SE)								
SE	Spec		Decrease	USD	6,710	6,100	5,720	5,200
SE	Hedge/Member		Decrease	USD	6,100	6,100	5,200	5,200
NATURAL GAS - Outright Rates								
DUTCH TTF NATURAL GAS FRONT MTH FUT (TTE)								
TTE	Spec	Mnths 3+	Decrease	USD	3,300	3,000	2,640	2,400
TTE	Hedge/Member	Mnths 3+	Decrease	USD	3,000	3,000	2,400	2,400
LNG JAPAN KOREA MARKER PLATTS FUT (JKM)								
JKM	Spec	Mnths 6+	Increase	USD	2,640	2,400	2,750	2,500
JKM	Hedge/Member	Mnths 6+	Increase	USD	2,400	2,400	2,500	2,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
AGRICULTURE - Intra Spreads								
Butter (DB) - Month 1 vs Months 10+ (CASH BUTTER FUTURES)								
CB	Spec		Increase	USD	1,744	1,585	2,046	1,860
CB	Hedge/Member		Increase	USD	1,585	1,585	1,860	1,860
Butter (DB) - Months 1 vs Months 5-9 (CASH BUTTER FUTURES)								
CB	Spec		Increase	USD	1,210	1,100	2,090	1,900
CB	Hedge/Member		Increase	USD	1,100	1,100	1,900	1,900
Month 1 vs Months 2-5 (CASH CHEESE FUTURES)								
CSC	Spec		Increase	USD	902	820	1,254	1,140
CSC	Hedge/Member		Increase	USD	820	820	1,140	1,140
Month 1 vs Months 2-5 (BLOCK CHEESE FUTURES)								
BLK	Spec		Increase	USD	1,430	1,300	1,870	1,700
BLK	Hedge/Member		Increase	USD	1,300	1,300	1,700	1,700
Month 1 vs Months 6+ (BLOCK CHEESE FUTURES)								
BLK	Spec		Increase	USD	1,100	1,000	1,320	1,200
BLK	Hedge/Member		Increase	USD	1,000	1,000	1,200	1,200
Month 1 vs Months 6+ (CASH CHEESE FUTURES)								
CSC	Spec		Increase	USD	990	900	1,320	1,200
CSC	Hedge/Member		Increase	USD	900	900	1,200	1,200
Month 1 vs Months 6+ (CLASS III MILK FUTURES)								
DA	Spec		Increase	USD	660	600	990	900
DA	Hedge/Member		Increase	USD	600	600	900	900
Month 1 vs Months 6+ (MLK MID FUTURES)								
JQ	Spec		Increase	USD	330	300	495	450
JQ	Hedge/Member		Increase	USD	300	300	450	450
Month 3 v 4 (CASH CHEESE FUTURES)								
CSC	Spec		Increase	USD	1,375	1,250	1,650	1,500
CSC	Hedge/Member		Increase	USD	1,250	1,250	1,500	1,500

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
	Month 3 v 4 (CLASS III MILK FUTURES)							
DA	Spec		Increase		1,089	990	1,430	1,300
DA	Hedge/Member		Increase		990	990	1,300	1,300
	Month 3 v 4 (MLK MID FUTURES)							
JQ	Spec		Increase		545	495	715	650
JQ	Hedge/Member		Increase		495	495	650	650
Month 3 vs Month 4 (BLOCK CHEESE FUTURES)								
BLK	Spec		Increase	USD	2,640	2,400	3,080	2,800
BLK	Hedge/Member		Increase	USD	2,400	2,400	2,800	2,800
Months 2-5 vs Months 2-5 (BLOCK CHEESE FUTURES)								
BLK	Spec		Increase	USD	2,387	2,170	3,190	2,900
BLK	Hedge/Member		Increase	USD	2,170	2,170	2,900	2,900
Nonfat Dry Milk (NF) - Months 1 vs Months 5+ (NONFAT DRY MILK FUTURES)								
NF	Spec		Increase	USD	1,496	1,360	1,870	1,700
NF	Hedge/Member		Increase	USD	1,360	1,360	1,700	1,700
CRUDE OIL SPREADS - Intra Spreads								
ARGUS LLS VS. WTI (ARGUS) TRADE MONTH SWAP FUTURES - All Months (ARGUS LLS VS. WTI (ARG) TRD M)								
E5	Spec		Decrease	USD	1,788	1,625	1,540	1,400
E5	Hedge/Member		Decrease	USD	1,625	1,625	1,400	1,400
Mars (Argus) vs. WTI Spread Calendar Swap - All Months (MARS (ARGUS) V WTI FUT)								
YX	Spec		Decrease	USD	1,650	1,500	1,485	1,350
YX	Hedge/Member		Decrease	USD	1,500	1,500	1,350	1,350
Mars (Argus) vs. WTI Spread Trade Month Swap - All Months (MARS (ARGUS) V WTI TRD MTH FUT)								
YV	Spec		Decrease	USD	1,650	1,500	1,485	1,350
YV	Hedge/Member		Decrease	USD	1,500	1,500	1,350	1,350
WTI Midland (Argus) vs. WTI Trade Month Futures (WTI MIDLAND (ARG) VS. WTI TRADE MTH)								
WTT	Spec		Decrease	USD	1,183	1,075	908	825
WTT	Hedge/Member		Decrease	USD	1,075	1,075	825	825
FREIGHT - Intra Spreads								
All Mnths (FREIGHT ROUTE LIQUID PETROLEUM GAS)								
FLP	Spec		Decrease	USD	11,000	10,000	8,800	8,000
FLP	Hedge/Member		Decrease	USD	10,000	10,000	8,000	8,000
All Mnths (FREIGHT ROUTE TD3C FUTURES)								
TL	Spec		Decrease	USD	11,000	10,000	9,900	9,000
TL	Hedge/Member		Decrease	USD	10,000	10,000	9,000	9,000

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CC	Rate Type	Description	Change	ISO	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra Spreads								
INTEREST RATES - Intra Spreads								
10 Year Treasury Note Tier 1 vs. Tier 1 (10Y TREASURY NOTE FUTURES)								
21	Spec		Decrease	USD	440	400	330	300
21	Hedge/Member		Decrease	USD	400	400	300	300
3 Year Treasury Note (3YR) - All Months (3 YEAR TREASURY NOTE FUTURE)								
3YR	Spec		Decrease	USD	330	300	275	250
3YR	Hedge/Member		Decrease	USD	300	300	250	250
5 Year Treasury Note (25) - Tier 1 [months 1 - 2] vs Tier 1 [months 1-2] (5 YR TREASURY NOTE FUTURES)								
25	Spec		Decrease	USD	330	300	286	260
25	Hedge/Member		Decrease	USD	300	300	260	260
U.S. Treasury Bond (17) - Month 1 vs. Month 2 (30 YR U.S. TREASURY BOND FUTURES)								
17	Spec		Decrease	USD	990	900	880	800
17	Hedge/Member		Decrease	USD	900	900	800	800
Ultra 10-Year U.S. Treasury Note Futures Tier 1 vs. Tier 1 (ULTRA 10-YEAR U S TREASURY NOTE FUT)								
TN	Spec		Decrease	USD	660	600	440	400
TN	Hedge/Member		Decrease	USD	600	600	400	400
Ultra Long Bond (UBE) - All Months (LONG TERM U.S. TREASURY BOND FUTURE)								
UBE	Spec		Decrease	USD	1,320	1,200	1,100	1,000
UBE	Hedge/Member		Decrease	USD	1,200	1,200	1,000	1,000

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

Rate Type	Change	Ratio	Current Initial	Current Maintenance	New Initial	New Maintenance
Inter-commodity Spread Rates						
AGRICULTURE - Inter-commodity Spread Rates						
CORN (C - CME) vs CHICAGO ETHANOL (PLATTS) SWAP FUTURES (NY-CU - CME)						
Spread Credit Rate	Decrease	+4:-1	50%	50%	45%	45%
CORN (C - CME) vs NY ETHANOL (PLATTS) SWAP FUTURES (NY-EZ - CME)						
Spread Credit Rate	Decrease	+4:-1	60%	60%	45%	45%
Corn (CBOT) (C) vs. Oats (CBOT) (O)						
Spread Credit Rate	Decrease	+1:-2	25%	25%	0%	0%
Oats (CBOT) (O) vs. Soybean Oil (CBOT) (07)						
Spread Credit Rate	Decrease	+1:-1	30%	30%	0%	0%
CRUDE OIL SPREADS - Inter-commodity Spread Rates						
MARS (ARGUS) VS. WTI SPREAD CALENDAR SWAP FUTURES (NY-YX - CME) vs DATED TO FRONTLINE BRENT SWAP FUTURES (NY-FY - CME)						
Spread Credit Rate	Increase	+1:-1	0%	0%	30%	30%
WTI MIDLAND (ARGUS) VS. WTI TRADE MONTH FUTURES (NY-WTT - CME) vs ARGUS LLS VS. WTI (ARGUS) TRADE MONTH SWAP FUTURES (NY-E5 - CME)						
Spread Credit Rate	Increase	+1:-1	40%	40%	60%	60%
WTI MIDLAND (ARGUS) VS. WTI TRADE MONTH FUTURES (NY-WTT - CME) vs MARS (ARGUS) VS. WTI SPREAD TRADE MONTH SWAP FUTURES (NY-YV - CME)						
Spread Credit Rate	Increase	+1:-1	40%	40%	55%	55%
ETHANOL - Inter-commodity Spread Rates						
CORN (C - CME) vs CHICAGO ETHANOL (PLATTS) SWAP FUTURES (NY-CU - CME)						
Spread Credit Rate	Decrease	+4:-1	50%	50%	45%	45%
CORN (C - CME) vs NY ETHANOL (PLATTS) SWAP FUTURES (NY-EZ - CME)						
Spread Credit Rate	Decrease	+4:-1	60%	60%	45%	45%