



21-270

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Thursday, August 5, 2021

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 6, 2021.

Current rates as of:

Thursday, August 5, 2021.

The advisory includes change to certain product's Splitting methodology. The specific product can be found on page 8 of the advisory.

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

| CC | Rate Type | Description | Change | ISO | Current Initial | Current Maintenance | New Initial | New Maintenance |
|----|-----------|-------------|--------|-----|-----------------|---------------------|-------------|-----------------|
|----|-----------|-------------|--------|-----|-----------------|---------------------|-------------|-----------------|

Outright Rates

AGRICULTURE - Outright Rates

BLOCK CHEESE FUTURES (BLK)

| | | | | | | | | |
|-----|--------------|-----------|----------|-----|-------|-------|-------|-------|
| BLK | Spec | Mnth 1 | Decrease | USD | 1,606 | 1,460 | 1,320 | 1,200 |
| BLK | Hedge/Member | Mnth 1 | Decrease | USD | 1,460 | 1,460 | 1,200 | 1,200 |
| BLK | Spec | Mnth 2 | Decrease | USD | 3,036 | 2,760 | 2,640 | 2,400 |
| BLK | Hedge/Member | Mnth 2 | Decrease | USD | 2,760 | 2,760 | 2,400 | 2,400 |
| BLK | Spec | Mnths 3-4 | Decrease | USD | 2,882 | 2,620 | 2,420 | 2,200 |
| BLK | Hedge/Member | Mnths 3-4 | Decrease | USD | 2,620 | 2,620 | 2,200 | 2,200 |
| BLK | Spec | Mnths 5-6 | Decrease | USD | 1,980 | 1,800 | 1,650 | 1,500 |
| BLK | Hedge/Member | Mnths 5-6 | Decrease | USD | 1,800 | 1,800 | 1,500 | 1,500 |

CASH BUTTER FUTURES (CB)

| | | | | | | | | |
|----|--------------|------------|----------|-----|-------|-------|-------|-------|
| CB | Spec | Months 16+ | Increase | USD | 1,320 | 1,200 | 1,540 | 1,400 |
| CB | Hedge/Member | Months 16+ | Increase | USD | 1,200 | 1,200 | 1,400 | 1,400 |

CASH CHEESE FUTURES (CSC)

| | | | | | | | | |
|-----|--------------|-------------|----------|-----|-------|-------|-------|-------|
| CSC | Spec | Mnth 1 | Decrease | USD | 1,870 | 1,700 | 1,650 | 1,500 |
| CSC | Hedge/Member | Mnth 1 | Decrease | USD | 1,700 | 1,700 | 1,500 | 1,500 |
| CSC | Spec | Mnth 2 | Decrease | USD | 3,300 | 3,000 | 2,860 | 2,600 |
| CSC | Hedge/Member | Mnth 2 | Decrease | USD | 3,000 | 3,000 | 2,600 | 2,600 |
| CSC | Spec | Months 3-4 | Decrease | USD | 3,080 | 2,800 | 2,750 | 2,500 |
| CSC | Hedge/Member | Months 3-4 | Decrease | USD | 2,800 | 2,800 | 2,500 | 2,500 |
| CSC | Spec | Months 5-6 | Decrease | USD | 1,760 | 1,600 | 1,650 | 1,500 |
| CSC | Hedge/Member | Months 5-6 | Decrease | USD | 1,600 | 1,600 | 1,500 | 1,500 |
| CSC | Spec | Months 7-11 | Decrease | USD | 1,606 | 1,460 | 1,375 | 1,250 |
| CSC | Hedge/Member | Months 7-11 | Decrease | USD | 1,460 | 1,460 | 1,250 | 1,250 |
| CSC | Spec | Mnths 12+ | Decrease | USD | 946 | 860 | 825 | 750 |
| CSC | Hedge/Member | Mnths 12+ | Decrease | USD | 860 | 860 | 750 | 750 |

CLASS III MILK FUTURES (DA)

| | | | | | | | | |
|----|--------------|--------------|----------|-----|-------|-------|-------|-------|
| DA | Spec | Month 2 | Decrease | USD | 2,420 | 2,200 | 2,090 | 1,900 |
| DA | Hedge/Member | Month 2 | Decrease | USD | 2,200 | 2,200 | 1,900 | 1,900 |
| DA | Spec | Months 3-5 | Decrease | USD | 2,420 | 2,200 | 2,090 | 1,900 |
| DA | Hedge/Member | Months 3-5 | Decrease | USD | 2,200 | 2,200 | 1,900 | 1,900 |
| DA | Spec | Months 6-11 | Decrease | USD | 1,430 | 1,300 | 1,210 | 1,100 |
| DA | Hedge/Member | Months 6-11 | Decrease | USD | 1,300 | 1,300 | 1,100 | 1,100 |
| DA | Spec | Months 12-15 | Decrease | USD | 935 | 850 | 825 | 750 |
| DA | Hedge/Member | Months 12-15 | Decrease | USD | 850 | 850 | 750 | 750 |

CLASS IV MILK FUTURE (DK)

| | | | | | | | | |
|----|------|------------|----------|-----|-------|-------|-------|-------|
| DK | Spec | Months 6-9 | Decrease | USD | 1,386 | 1,260 | 1,210 | 1,100 |
|----|------|------------|----------|-----|-------|-------|-------|-------|

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

| CC | Rate Type | Description | Change | ISO | Current Initial | Current Maintenance | New Initial | New Maintenance |
|----------------------------------|--------------|--------------|----------|-----|-----------------|---------------------|-------------|-----------------|
| Outright Rates | | | | | | | | |
| DK | Hedge/Member | Months 6-9 | Decrease | USD | 1,260 | 1,260 | 1,100 | 1,100 |
| DK | Spec | Months 10-14 | Decrease | USD | 1,155 | 1,050 | 1,045 | 950 |
| DK | Hedge/Member | Months 10-14 | Decrease | USD | 1,050 | 1,050 | 950 | 950 |
| DK | Spec | Months 15+ | Decrease | USD | 1,155 | 1,050 | 1,045 | 950 |
| DK | Hedge/Member | Months 15+ | Decrease | USD | 1,050 | 1,050 | 950 | 950 |
| CME DRY WHEY FUTURES (DY) | | | | | | | | |
| DY | Spec | Month 1 | Decrease | USD | 792 | 720 | 715 | 650 |
| DY | Hedge/Member | Month 1 | Decrease | USD | 720 | 720 | 650 | 650 |
| DY | Spec | Months 3-6 | Decrease | USD | 1,815 | 1,650 | 1,540 | 1,400 |
| DY | Hedge/Member | Months 3-6 | Decrease | USD | 1,650 | 1,650 | 1,400 | 1,400 |
| DY | Spec | Months 7-12 | Decrease | USD | 1,760 | 1,600 | 1,485 | 1,350 |
| DY | Hedge/Member | Months 7-12 | Decrease | USD | 1,600 | 1,600 | 1,350 | 1,350 |
| DY | Spec | Month 2 | Decrease | USD | 1,403 | 1,275 | 1,210 | 1,100 |
| DY | Hedge/Member | Month 2 | Decrease | USD | 1,275 | 1,275 | 1,100 | 1,100 |
| DY | Spec | Months 13+ | Increase | USD | 1,375 | 1,250 | 1,540 | 1,400 |
| DY | Hedge/Member | Months 13+ | Increase | USD | 1,250 | 1,250 | 1,400 | 1,400 |
| MLK MID FUTURES (JQ) | | | | | | | | |
| JQ | Spec | Month 2 | Decrease | USD | 1,210 | 1,100 | 1,045 | 950 |
| JQ | Hedge/Member | Month 2 | Decrease | USD | 1,100 | 1,100 | 950 | 950 |
| JQ | Spec | Months 3-5 | Decrease | USD | 1,210 | 1,100 | 1,045 | 950 |
| JQ | Hedge/Member | Months 3-5 | Decrease | USD | 1,100 | 1,100 | 950 | 950 |
| JQ | Spec | Months 6-11 | Decrease | USD | 715 | 650 | 605 | 550 |
| JQ | Hedge/Member | Months 6-11 | Decrease | USD | 650 | 650 | 550 | 550 |
| JQ | Spec | Months 12-15 | Decrease | USD | 468 | 425 | 413 | 375 |
| JQ | Hedge/Member | Months 12-15 | Decrease | USD | 425 | 425 | 375 | 375 |

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

| CC | Rate Type | Description | Change | ISO | Current Initial | Current Maintenance | New Initial | New Maintenance |
|----|-----------|-------------|--------|-----|-----------------|---------------------|-------------|-----------------|
|----|-----------|-------------|--------|-----|-----------------|---------------------|-------------|-----------------|

Outright Rates

ELECTRICITY - Outright Rates

PJM WESTH DA OFF-PEAK (E4)

| | | | | | | | | |
|----|--------------|------------|----------|-----|----|----|----|----|
| E4 | Spec | Mnths 3-4 | Increase | USD | 12 | 11 | 14 | 13 |
| E4 | Hedge/Member | Mnths 3-4 | Increase | USD | 11 | 11 | 13 | 13 |
| E4 | Spec | Mnths 5-11 | Increase | USD | 9 | 8 | 11 | 10 |
| E4 | Hedge/Member | Mnths 5-11 | Increase | USD | 8 | 8 | 10 | 10 |
| E4 | Spec | Mnths12+ | Increase | USD | 9 | 8 | 11 | 10 |
| E4 | Hedge/Member | Mnths12+ | Increase | USD | 8 | 8 | 10 | 10 |

PJM WESTH RT OFF-PEAK (N9)

| | | | | | | | | |
|----|--------------|------------|----------|-----|----|----|----|----|
| N9 | Spec | Mnths 3-4 | Increase | USD | 11 | 10 | 13 | 12 |
| N9 | Hedge/Member | Mnths 3-4 | Increase | USD | 10 | 10 | 12 | 12 |
| N9 | Spec | Mnths 5-11 | Increase | USD | 8 | 7 | 10 | 9 |
| N9 | Hedge/Member | Mnths 5-11 | Increase | USD | 7 | 7 | 9 | 9 |
| N9 | Spec | Mnths 12+ | Increase | USD | 8 | 7 | 10 | 9 |
| N9 | Hedge/Member | Mnths 12+ | Increase | USD | 7 | 7 | 9 | 9 |

METALS - Outright Rates

ALUMINUM A-380 ALLOY PLATTS FUTURES (A38)

| | | | | | | | | |
|-----|--------------|----------|----------|-----|-------|-------|-------|-------|
| A38 | Spec | Mths 1-4 | Increase | USD | 2,420 | 2,200 | 2,750 | 2,500 |
| A38 | Hedge/Member | Mths 1-4 | Increase | USD | 2,200 | 2,200 | 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

All Months (AUSTRALIAN WHEAT FUTURES)

| | | | | | | | | |
|-----|--------------|--|----------|-----|-----|-----|-----|-----|
| AUW | Spec | | Increase | USD | 770 | 700 | 825 | 750 |
| AUW | Hedge/Member | | Increase | USD | 700 | 700 | 750 | 750 |

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

| CC | Rate Type | Description | Change | ISO | Current Initial | Current Maintenance | New Initial | New Maintenance |
|---|--------------|-------------|----------|-----|-----------------|---------------------|-------------|-----------------|
| Intra Spreads | | | | | | | | |
| ELECTRICITY - Intra Spreads | | | | | | | | |
| German Power Baseload Calendar month futures - Months 1 vs 10+ (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,190 | 2,900 | 3,410 | 3,100 |
| DEB | Hedge/Member | | Increase | EUR | 2,900 | 2,900 | 3,100 | 3,100 |
| German Power Baseload Calendar month futures - Months 1 vs 3 (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,630 | 3,300 | 3,850 | 3,500 |
| DEB | Hedge/Member | | Increase | EUR | 3,300 | 3,300 | 3,500 | 3,500 |
| German Power Baseload Calendar month futures - Months 1 vs 4-9 (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,520 | 3,200 | 3,850 | 3,500 |
| DEB | Hedge/Member | | Increase | EUR | 3,200 | 3,200 | 3,500 | 3,500 |
| German Power Baseload Calendar month futures - Months 10+ vs 10+ (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| German Power Baseload Calendar month futures - Months 2 vs 10+ (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| German Power Baseload Calendar month futures - Months 2 vs 3 (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| German Power Baseload Calendar month futures - Months 2 vs 4-9 (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| German Power Baseload Calendar month futures - Months 3 vs 10+ (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| German Power Baseload Calendar month futures - Months 3 vs 4-9 (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| German Power Baseload Calendar month futures - Months 4-9 vs 10+ (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |

SPAN MINIMUM PERFORMANCE BOND REQUIREMENTS

| CC | Rate Type | Description | Change | ISO | Current Initial | Current Maintenance | New Initial | New Maintenance |
|---|--------------|-------------|----------|-----|-----------------|---------------------|-------------|-----------------|
| Intra Spreads | | | | | | | | |
| German Power Baseload Calendar month futures - Months 4-9 vs 4-9 (GERMAN POWER BASELOAD CAL MONTH FUT) | | | | | | | | |
| DEB | Spec | | Increase | EUR | 3,300 | 3,000 | 3,520 | 3,200 |
| DEB | Hedge/Member | | Increase | EUR | 3,000 | 3,000 | 3,200 | 3,200 |
| FREIGHT - Intra Spreads | | | | | | | | |
| All Mnths (FREIGHT ROUTE TC12 (BALTIC) FUT) | | | | | | | | |
| FRS | Spec | | Decrease | USD | 8,800 | 8,000 | 6,600 | 6,000 |
| FRS | Hedge/Member | | Decrease | USD | 8,000 | 8,000 | 6,000 | 6,000 |
| All Mnths (FREIGHT ROUTE TC14 (BALTIC) FUTURES) | | | | | | | | |
| FRC | Spec | | Decrease | USD | 7,700 | 7,000 | 6,600 | 6,000 |
| FRC | Hedge/Member | | Decrease | USD | 7,000 | 7,000 | 6,000 | 6,000 |
| All Mnths (FREIGHT ROUTE TC15 (BALTIC) FUTURES) | | | | | | | | |
| T5C | Spec | | Decrease | USD | 8,250 | 7,500 | 7,700 | 7,000 |
| T5C | Hedge/Member | | Decrease | USD | 7,500 | 7,500 | 7,000 | 7,000 |
| All Mnths (FREIGHT ROUTE TD20 (BALTIC) FUTURES) | | | | | | | | |
| T2D | Spec | | Decrease | USD | 5,500 | 5,000 | 4,950 | 4,500 |
| T2D | Hedge/Member | | Decrease | USD | 5,000 | 5,000 | 4,500 | 4,500 |
| All Mnths (FREIGHT ROUTE TD3C FUTURES) | | | | | | | | |
| TL | Spec | | Decrease | USD | 7,700 | 7,000 | 6,600 | 6,000 |
| TL | Hedge/Member | | Decrease | USD | 7,000 | 7,000 | 6,000 | 6,000 |
| All Mnths (TC2 ROTTERDAM TO USAC 37K MT) | | | | | | | | |
| TM | Spec | | Decrease | USD | 6,600 | 6,000 | 5,500 | 5,000 |
| TM | Hedge/Member | | Decrease | USD | 6,000 | 6,000 | 5,000 | 5,000 |
| All Mnths (TC5 RAS TANURA TO YOKOHAMA 55K MT) | | | | | | | | |
| TH | Spec | | Decrease | USD | 8,800 | 8,000 | 6,600 | 6,000 |
| TH | Hedge/Member | | Decrease | USD | 8,000 | 8,000 | 6,000 | 6,000 |
| INTEREST RATES - Intra Spreads | | | | | | | | |
| 7 YR ERI5 FUTURE (7-YEAR ERI5 SWAP FUTURES) | | | | | | | | |
| LIB | Spec | | Decrease | USD | 286 | 260 | 83 | 75 |
| LIB | Hedge/Member | | Decrease | USD | 260 | 260 | 75 | 75 |
| METALS - Intra Spreads | | | | | | | | |
| Months 01-04 vs Months 01-04 (ALUMINUM A-380 ALLOY PLATTS FUTURES) | | | | | | | | |
| A38 | Spec | | Increase | USD | 2,420 | 2,200 | 2,750 | 2,500 |
| A38 | Hedge/Member | | Increase | USD | 2,200 | 2,200 | 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 | | | | | | | | |
| NGL/PETROCHEMICALS - Intra Spreads | | | | | | | | |
| Mont Belvieu Spot Ethylene In-Well (PCW) Futures - All Months (MT BELVIEU ETHYLENE IN-WELL(PCW)) | | | | | | | | |
| MBE | Spec | | Increase | USD | 5,500 | 5,000 | 6,600 | 6,000 |
| MBE | Hedge/Member | | Increase | USD | 5,000 | 5,000 | 6,000 | 6,000 |
| WEATHER - Intra Spreads | | | | | | | | |
| Dallas CDD Monthly (K5) - All Months (K5 DALLAS CDD FUTURES) | | | | | | | | |
| K5 | Spec | | Increase | USD | 660 | 600 | 880 | 800 |
| K5 | Hedge/Member | | Increase | USD | 600 | 600 | 800 | 800 |

| Splitting Methodology | | | | | |
|-----------------------|--|-------|-------|------------------|--------------|
| CC | Contract Name | Leg 1 | Leg 2 | Current Modsplit | New Modsplit |
| 51 | Mont Belvieu LDH Propane (OPIS) vs. European Propane CIF ARA (Argus) Futures | SB0 | SPS | None | Modsplit |