

Advisory Notice

Clearing House

07-191

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

FROM: Clearing House Department

SUBJECT: Performance Bond Requirements

DATE: August 17, 2007

To receive advanced notification of Performance Bond (margin) changes, through our free automated mailing list, go to: <https://www.cme-ch.com/listserve/addlistserve.asp> and subscribe to the Performance Bond Rates Advisory Notices listserver.

As per the normal review of market volatility to ensure adequate collateral coverage, the Chicago Mercantile Exchange Inc., Performance Bond staff approved the performance bond requirements for the following new products listed below. These margins will become effective with the launch of these products on **Monday, August 20, 2007.**

SPAN[®] MINIMUM PERFORMANCE BOND REQUIREMENTS

CME Index Futures Outright Rates

S&P Small Cap 600 (SMP)

Rate Type	Initial	Maintenance
Spec	\$8,750	\$7,000
Hedge/Member	\$7,000	\$7,000

E-Mini S&P Small Cap 600 (SMC)

Rate Type	Initial	Maintenance
Spec	\$1,750	\$1,400
Hedge/Member	\$1,400	\$1,400

CME Index Futures Intra-Commodity Spread Rates

S&P Small Cap 600 (SMP) - All Months

Rate Type	Change	Initial	Maintenance
Spec	N/A	\$125	\$100
Hedge/Member	N/A	\$100	\$100

CME Index Futures Inter-Commodity Spread Rates

Nasdaq-100 Index (ND) vs. S&P Small Cap 600 (SMP) (2:3)

Rate Type	Change	Initial	Maintenance
Spread Credit Rate	N/A	85.00%	85.00%

NIKKEI 225 Stock Index (NK) vs. S&P Small Cap 600 (SMP) (5:4)

Rate Type	Change	Initial	Maintenance
Spread Credit Rate	N/A	75.00%	75.00%

Russell 2000 Stock Index (RL) vs. S&P Small Cap 600 (SMP) (1:2)

Rate Type	Change	Initial	Maintenance
Spread Credit Rate	N/A	80.00%	80.00%

S&P Midcap 400 (MD) vs. S&P Small Cap 600 (SMP) (1:2)

Rate Type	Change	Initial	Maintenance
Spread Credit Rate	N/A	80.00%	80.00%

S&P Small Cap 600 (SMP) vs. S&P 500 Stock Index (SP) (2:1)

Rate Type	Change	Initial	Maintenance
Spread Credit Rate	N/A	80.00%	80.00%

Yen-based Nikkei (N1) vs. S&P Small Cap 600 (SMP) (5:1)

Rate Type	Change	Initial	Maintenance
Spread Credit Rate	N/A	85.00%	85.00%

Core and reserve rates have been adjusted for the products mentioned below. This will not impact the total equity performance bond requirements. This will only effect the breakdown of the types of collateral that can be posted for the equity performance bond requirements at the clearing firm level. The types of acceptable collateral for performance bond requirements can be found at www.cme.com/clearing/fm/ac/index.html

	Core	Reserve	Total P.B. Requirement	Concentration Additional	Total P.B. Requirement with Concentration
S&P 500 (SP)	\$9,800	\$4,200	\$14,000	\$3,500	\$17,500
E-Mini S&P 500(ES)	\$1,960	\$840	\$2,800	\$700	\$ 3,500
S&P 500/ Barra Growth Index (SG)	\$3,850	\$3,150	\$7,000	\$1,750	\$8,750
S&P 500/Barra Value Index (SU)	\$5,600	\$1,400	\$7,000	\$1,750	\$8,750

Please contact the Risk Management Department at 312-648-3888, if you have any questions regarding these Performance Bond Changes.