



Advisory Notice

Clearing House

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

FROM: Clearing House Department

DATE: May 6, 2004

ADVISORY #: 04-79

SUBJECT: **New security deposit ESTIMATE report**

The CME Clearing House has introduced a new report on infopac and document direct so that firms can get an **estimate** on their security deposit calculations before the actual numbers are produced. The new report has the report ID of **SECDEP02** and is named **CME SECURITY DEPOSIT FIRM ESTIMATE REPORT**.

This report will be produced at the beginning of each month between the normal quarterly calculations of the actual security deposit requirements. The current security deposit calculations are calculated at the beginning of January, April, July, and October. The new **estimate** report will be produced at the beginning of each month when there is no new security deposit calculation. In other words, it will be produced at the beginning of February, March, May, June, August, September, November, and December.

The estimate report will give an indication of the forthcoming quarterly security deposit calculation using the performance bond and volume information calculated thus far for the quarter. So, the information that is now out on infopac for May is an estimate of the July security deposit calculation using the performance bond and volume information from the past month, which is used in the actual calculation. The report in June will contain the actual performance bond and volume information from the prior two months in calculating the estimate. Besides the fact that is an estimate, the report will look exactly like the current security deposit report that is produced every quarter.

If you have any questions on this report, please call the Risk Management hotline at (312) 648-3888.