

Advisory Notice

Clearing House

05-35

TO: Clearing Member Firms

ATTN: Chief Financial Officers
Back Office Managers
Margin Managers

FROM: Clearing House Department

SUBJECT: Performance Bond Requirements

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.

Chicago Mercantile Exchange Inc., Performance Bond staff approved the performance bond requirements for the following products listed below. These margins will become effective with the close of business on **Thursday, February 24, 2005**.

SPAN® MINIMUM PERFORMANCE BOND REQUIREMENTS

CME Agricultural Futures Intra-Commodity Spread Rates

Feeder Cattle (FC) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$810	\$600	\$608	\$450
Hedge	Decrease	\$600	\$600	\$450	\$450

Lean Hogs (LN) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$743	\$550	\$810	\$600
Hedge	Increase	\$550	\$550	\$600	\$600

CME Agricultural Futures Inter-Commodity Spread Rates

Feeder Cattle (FC) vs. Lean Hogs (LN) (1:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	40.00%	45.00%

Feeder Cattle (FC) vs. Live Cattle (LC) ** (2:3)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	60.00%	65.00%

Lean Hogs (LN) vs. Frozen Pork Bellies (PB) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	50.00%	60.00%

Live Cattle (LC) vs. Frozen Pork Bellies (PB) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	40.00%	45.00%

Live Cattle (LC) vs. Lean Hogs (LN) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	45.00%	50.00%

CME Currency Futures Intra-Commodity Spread Rates

New Zealand Dollar (NE) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$34	\$25	\$102	\$75
Hedge/Member	Increase	\$25	\$25	\$75	\$75

Swedish Krona (SE) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$102	\$75	\$270	\$200
Hedge/Member	Increase	\$75	\$75	\$200	\$200

CME Currency Futures Inter-Commodity Spread Rates

Australian Dollar (AD) vs. British Pound (BP) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	55.00%	60.00%

Euro FX (EC) vs. Japanese Yen (JY) (3:4)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	55.00%	65.00%

Euro FX (EC) vs. New Zealand Dollar (NE) (1:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	60.00%	65.00%

CME Index Futures Inter-Commodity Spread Rates

E-Mini Nasdaq 100 (NQ) vs. E-mini Russell 1000 (RS) (2:1)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	87.00%	93.00%

S&P Small Cap 600 (EP) vs. E-Mini S&P 500 (ES) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	92.00%	89.00%

Yen-based Nikkei (N1) vs. NIKKEI 225 Stock Index (NK) (10:9)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	98.00%	96.00%

CME Interest Rate Futures Outright Rates

2 Year Swap (CME) (S2)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,700	\$2,000	\$1,890	\$1,400
Hedge/Member	Decrease	\$2,000	\$2,000	\$1,400	\$1,400

5 Year Swap (CME) (S5)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,565	\$1,900	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,900	\$1,900	\$1,500	\$1,500

Euroyen (EY) Mths 6-9

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	¥20,250	¥15,000	¥16,875	¥12,500
Hedge/Member	Decrease	¥15,000	¥15,000	¥12,500	¥12,500

Euroyen (EY) Mths 14-16

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	¥23,625	¥17,500	¥20,250	¥15,000
Hedge/Member	Decrease	¥17,500	¥17,500	¥15,000	¥15,000

CME Interest Rate Futures Intra-Commodity Spread Rates

Eurodollar (ED) - All Months Butterfly Skip-2 [Mos.11-17]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$34	\$25	\$68	\$50
Hedge/Member	Increase	\$25	\$25	\$50	\$50

Eurodollar (ED) - Tier 4 vs. Tier 8 [mth 13-16 vs. mth 29-32]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$203	\$150	\$237	\$175
Intra-Commodity Spread - Hedge	Increase	\$150	\$150	\$175	\$175
Intra-Commodity Spread - Member	Increase	\$150	\$150	\$175	\$175

Eurodollar (ED) - Tier 4 vs. Tier 9 [mth 13-16 vs. mth 33-36]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$237	\$175	\$304	\$225
Intra-Commodity Spread - Hedge	Increase	\$175	\$175	\$225	\$225
Intra-Commodity Spread - Member	Increase	\$175	\$175	\$225	\$225

Eurodollar (ED) - Tier 4 vs. Tier 10 [mth 13-16 vs. mth 37-40]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$237	\$175	\$304	\$225
Intra-Commodity Spread - Hedge	Increase	\$175	\$175	\$225	\$225
Intra-Commodity Spread - Member	Increase	\$175	\$175	\$225	\$225

Eurodollar (ED) - Tier 4 vs. Tier 11 [mth 13-16 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$270	\$200	\$304	\$225
Intra-Commodity Spread - Hedge	Increase	\$200	\$200	\$225	\$225
Intra-Commodity Spread - Member	Increase	\$200	\$200	\$225	\$225

Eurodollar (ED) - Tier 5 vs. Tier 8 [mth 17-20 vs. mth 29-32]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$135	\$100	\$203	\$150
Intra-Commodity Spread - Hedge	Increase	\$100	\$100	\$150	\$150
Intra-Commodity Spread - Member	Increase	\$100	\$100	\$150	\$150

Eurodollar (ED) - Tier 5 vs. Tier 9 [mth 17-20 vs. mth 33-36]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$169	\$125	\$203	\$150
Intra-Commodity Spread - Hedge	Increase	\$125	\$125	\$150	\$150
Intra-Commodity Spread - Member	Increase	\$125	\$125	\$150	\$150

Eurodollar (ED) - Tier 5 vs. Tier 10 [mth 17-20 vs. mth 37-40]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$203	\$150	\$237	\$175
Intra-Commodity Spread - Hedge	Increase	\$150	\$150	\$175	\$175
Intra-Commodity Spread - Member	Increase	\$150	\$150	\$175	\$175

Eurodollar (ED) - Tier 5 vs. Tier 11 [mth 17-20 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$203	\$150	\$270	\$200
Intra-Commodity Spread - Hedge	Increase	\$150	\$150	\$200	\$200
Intra-Commodity Spread - Member	Increase	\$150	\$150	\$200	\$200

Eurodollar (ED) - Tier 6 vs. Tier 7 [mth 21-24 vs. mth 25-28]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$68	\$50	\$102	\$75
Intra-Commodity Spread - Hedge	Increase	\$50	\$50	\$75	\$75
Intra-Commodity Spread - Member	Increase	\$50	\$50	\$75	\$75

Eurodollar (ED) - Tier 6 vs. Tier 8 [mth 21-24 vs. mth 29-32]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$102	\$75	\$135	\$100
Intra-Commodity Spread - Hedge	Increase	\$75	\$75	\$100	\$100
Intra-Commodity Spread - Member	Increase	\$75	\$75	\$100	\$100

Eurodollar (ED) - Tier 6 vs. Tier 11 [mth 21-24 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$169	\$125	\$203	\$150
Intra-Commodity Spread - Hedge	Increase	\$125	\$125	\$150	\$150
Intra-Commodity Spread - Member	Increase	\$125	\$125	\$150	\$150

Eurodollar (ED) - Tier 7 vs. Tier 11 [mth 25-28 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$135	\$100	\$169	\$125
Intra-Commodity Spread - Hedge	Increase	\$100	\$100	\$125	\$125
Intra-Commodity Spread - Member	Increase	\$100	\$100	\$125	\$125

Please contact the Risk Management Department at 312-648-3888, if you have any questions regarding these performance bond changes.