

Advisory Notice

Clearing House

07-268

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: November 6, 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 products listed below. These margins will become effective at the close of business on **Wednesday, November 7, 2007.**

SPAN[®] MINIMUM PERFORMANCE BOND REQUIREMENTS

CME Interest Rate Futures Intra-Commodity Spread Rates

Eurodollar (ED) - All Months Butterfly [Mo. 1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$405	\$300	\$371	\$275
Hedge/Member	Decrease	\$300	\$300	\$275	\$275

Eurodollar (ED) - All Months Butterfly [Mo. 2]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$338	\$250	\$203	\$150
Hedge/Member	Decrease	\$250	\$250	\$150	\$150

Eurodollar (ED) - All Months Butterfly [Mo. 3]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$68	\$50	\$101	\$75
Hedge/Member	Increase	\$50	\$50	\$75	\$75

Eurodollar (ED) - All Months Butterfly [Mo.5]

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

Eurodollar (ED) - All Months Butterfly Skip-1 [Mo. 1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$675	\$500	\$506	\$375
Hedge/Member	Decrease	\$500	\$500	\$375	\$375

Eurodollar (ED) - All Months Butterfly Skip-1 [Mo.2]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$371	\$275	\$270	\$200
Hedge/Member	Decrease	\$275	\$275	\$200	\$200

Eurodollar (ED) - All Months Butterfly Skip-1 [Mo.3]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$169	\$125	\$203	\$150
Hedge/Member	Increase	\$125	\$125	\$150	\$150

Eurodollar (ED) - All Months Butterfly Skip-1 [Mo.4]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$135	\$100	\$101	\$75
Hedge/Member	Decrease	\$100	\$100	\$75	\$75

Eurodollar (ED) - All Months Butterfly Skip-1 [Mo.5]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$135	\$100	\$101	\$75
Hedge/Member	Decrease	\$100	\$100	\$75	\$75

Eurodollar (ED) - All Months Butterfly Skip-2 [Mo.1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$743	\$550	\$574	\$425
Hedge/Member	Decrease	\$550	\$550	\$425	\$425

Eurodollar (ED) - All Months Butterfly Skip-3 [Mo.1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$608	\$450	\$540	\$400
Hedge/Member	Decrease	\$450	\$450	\$400	\$400

Eurodollar (ED) - All Months Butterfly Skip-3 [Mo.4]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$203	\$150
Hedge/Member	Decrease	\$200	\$200	\$150	\$150

Eurodollar (ED) - All Months Butterfly Skip-3 [Mo.5]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$169	\$125	\$135	\$100
Hedge/Member	Decrease	\$125	\$125	\$100	\$100

Eurodollar (ED) - All Months Butterfly Skip-3 [Mos.10-13]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$68	\$50	\$101	\$75
Hedge/Member	Increase	\$50	\$50	\$75	\$75

Eurodollar (ED) - All Months ED Double Butterfly [Mo.2]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$236	\$175	\$203	\$150
Hedge/Member	Decrease	\$175	\$175	\$150	\$150

Eurodollar (ED) - All Months ED Double Butterfly [Mo.3]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$101	\$75	\$68	\$50
Hedge/Member	Decrease	\$75	\$75	\$50	\$50

Eurodollar (ED) - All Months ED Double Butterfly [Mo.9-19]

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

Eurodollar (ED) - All Months Condor [Mo.2]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$338	\$250	\$203	\$150
Hedge/Member	Decrease	\$250	\$250	\$150	\$150

Eurodollar (ED) - All Months Condor [Mo.4]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$101	\$75	\$68	\$50
Hedge/Member	Decrease	\$75	\$75	\$50	\$50

Eurodollar (ED) - All Months Condor [Mo.5]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$101	\$75	\$68	\$50
Hedge/Member	Decrease	\$75	\$75	\$50	\$50

Eurodollar (ED) - All Months Condor [Mo.7]

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) - All Months Condor Skip-1 [Mo.1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$675	\$500	\$540	\$400
Hedge/Member	Decrease	\$500	\$500	\$400	\$400

Eurodollar (ED) - All Months Condor Skip-1 [Mo.2]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$338	\$250	\$304	\$225
Hedge/Member	Decrease	\$250	\$250	\$225	\$225

Eurodollar (ED) - All Months Condor Skip-1 [Mo.3]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$169	\$125	\$203	\$150
Hedge/Member	Increase	\$125	\$125	\$150	\$150

Eurodollar (ED) - All Months Condor Skip-1 [Mo.6]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$75	\$75	\$68	\$50
Hedge/Member	Decrease	\$75	\$75	\$50	\$50

Eurodollar (ED) - All Months Condor Skip-2 [Mo.1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$574	\$425	\$506	\$375
Hedge/Member	Decrease	\$425	\$425	\$375	\$375

Eurodollar (ED) - All Months Condor Skip-2 [Mo.3]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$236	\$175
Hedge/Member	Decrease	\$200	\$200	\$175	\$175

Eurodollar (ED) - All Months Condor Skip-2 [Mo.4]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$169	\$125
Hedge/Member	Decrease	\$200	\$200	\$125	\$125

Eurodollar (ED) - All Months Condor Skip-2 [Mos.16-Subsequent]

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

Eurodollar (ED) - All Months Condor Skip-3 [Mo.1]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$608	\$450	\$574	\$425
Hedge/Member	Decrease	\$450	\$450	\$425	\$425

Eurodollar (ED) - All Months Condor Skip-3 [Mo.4]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$236	\$175
Hedge/Member	Decrease	\$200	\$200	\$175	\$175

Eurodollar (ED) - All Months Condor Skip-3 [Mo.5]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$101	\$75	\$135	\$100
Hedge/Member	Increase	\$75	\$75	\$100	\$100

Eurodollar (ED) - All Months Condor Skip-3 [Mos.15-20]

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

Eurodollar (ED) - All Months Condor Skip-3 [Mos.21-Subsequent]

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

Eurodollar (ED) - All Months ED Double Condor (Mo.1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$371	\$275	\$405	\$300
Hedge/Member	Increase	\$275	\$275	\$300	\$300

Eurodollar (ED) - All Months ED Double Condor (Mo.2)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$236	\$175
Hedge/Member	Decrease	\$200	\$200	\$175	\$175

Eurodollar (ED) - Tier 1 vs. Tier 1 [mth 01-04 vs. mth 01-04]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$405	\$300	\$338	\$250
Intra-Commodity Spread - Hedge	Decrease	\$300	\$300	\$250	\$250
Intra-Commodity Spread - Member	Decrease	\$300	\$300	\$250	\$250

Eurodollar (ED) - Tier 1 vs. Tier 2 [mth 01-04 vs. mth 05-08]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$540	\$400	\$473	\$350
Intra-Commodity Spread - Hedge	Decrease	\$400	\$400	\$350	\$350
Intra-Commodity Spread - Member	Decrease	\$400	\$400	\$350	\$350

Eurodollar (ED) - Tier 2 vs. Tier 2 [mth 05-08 vs. mth 05-08]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$338	\$250	\$236	\$175
Intra-Commodity Spread - Hedge	Decrease	\$250	\$250	\$175	\$175
Intra-Commodity Spread - Member	Decrease	\$250	\$250	\$175	\$175

Eurodollar (ED) - Tier 2 vs. Tier 3 [mth 05-08 vs. mth 09-12]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$405	\$300	\$338	\$250
Intra-Commodity Spread - Hedge	Decrease	\$3,600	\$300	\$250	\$250
Intra-Commodity Spread - Member	Decrease	\$300	\$300	\$250	\$250

Eurodollar (ED) - Tier 2 vs. Tier 6 [mth 05-08 vs. mth 21-24]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$540	\$400	\$473	\$350
Intra-Commodity Spread - Hedge	Decrease	\$400	\$400	\$350	\$350
Intra-Commodity Spread - Member	Decrease	\$400	\$400	\$350	\$350

Eurodollar (ED) - Tier 2 vs. Tier 7 [mth 05-08 vs. mth 25-28]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$608	\$450	\$506	\$375
Intra-Commodity Spread - Hedge	Decrease	\$450	\$450	\$375	\$375
Intra-Commodity Spread - Member	Decrease	\$450	\$450	\$375	\$375

Eurodollar (ED) - Tier 2 vs. Tier 8 [mth 05-08 vs. mth 29-32]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$675	\$500	\$608	\$450
Intra-Commodity Spread - Hedge	Decrease	\$500	\$500	\$450	\$450
Intra-Commodity Spread - Member	Decrease	\$500	\$500	\$450	\$450

Eurodollar (ED) - Tier 2 vs. Tier 9 [mth 05-08 vs. mth 33-36]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$675	\$500	\$608	\$450
Intra-Commodity Spread - Hedge	Decrease	\$500	\$500	\$450	\$450
Intra-Commodity Spread - Member	Decrease	\$500	\$500	\$450	\$450

Eurodollar (ED) - Tier 2 vs. Tier 10 [mth 05-08 vs. mth 37-40]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$675	\$500	\$608	\$450
Intra-Commodity Spread - Hedge	Decrease	\$500	\$500	\$450	\$450
Intra-Commodity Spread - Member	Decrease	\$500	\$500	\$450	\$450

Eurodollar (ED) - Tier 2 vs. Tier 11 [mth 05-08 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$675	\$500	\$608	\$450
Intra-Commodity Spread - Hedge	Decrease	\$500	\$500	\$450	\$450
Intra-Commodity Spread - Member	Decrease	\$500	\$500	\$450	\$450

Eurodollar (ED) - Tier 3 vs. Tier 3 [mth 09-12 vs. mth 09-12]

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

Eurodollar (ED) - Tier 3 vs. Tier 4 [mth 09-12 vs. mth 13-16]

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

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

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Decrease	\$135	\$100	\$101	\$75
Intra-Commodity Spread - Hedge	Decrease	\$100	\$100	\$75	\$75
Intra-Commodity Spread - Member	Decrease	\$100	\$100	\$75	\$75

Eurodollar (ED) - Tier 4 vs. Tier 5 [mth 13-16 vs. mth 17-20]

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

Eurodollar (ED) - Tier 4 vs. Tier 6 [mth 13-16 vs. mth 21-24]

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

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	\$203	\$150	\$236	\$175
Intra-Commodity Spread - Hedge	Increase	\$150	\$150	\$175	\$175
Intra-Commodity Spread - Member	Increase	\$150	\$150	\$175	\$175

CME Interest Rate Futures Inter-Commodity Spread Rates

Eurodollar (ED) vs. Euroyen (EY) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	37.00%	17.00%

Eurodollar (ED) vs. LIBOR (1-Month) (EM) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	70.00%	65.00%

CBOT Interest Rate Futures Inter-Commodity Spread Rates

10 Year Swap (CBOT) (66) vs. Eurodollar (ED) Tier 1 (2:7)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	70.00%

10 Year Swap (CBOT) (66) vs. Eurodollar (ED) Tier 2-Subsequent (2:7)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	70.00%

5 Year Swap (CBOT) (NG) vs. Eurodollar (ED) Tier 1 (1:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	60.00%

5 Year Swap (CBOT) (NG) vs. Eurodollar (ED) Tier 2 (1:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	85.00%	75.00%

2 Year Treasury Note (26) vs. Eurodollar (ED) Tier 1 (2:3)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	65.00%

2 Year Treasury Note (26) vs. Eurodollar (ED) Tier 2 (2:3)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	65.00%

2 Year Treasury Note (26) vs. Eurodollar (ED) Tiers 3-11 (2:3)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	65.00%

Fed Funds (CBOT) (41) vs. Eurodollar (ED) Tier 1 (3:5)

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

Fed Funds (CBOT) (41) vs. Eurodollar (ED) (ED Tiers 2-11) (3:5)

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

US Long Bond (17) vs. Eurodollar (ED) Tier 1 (1:5)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	70.00%

US Long Bond (17) vs. Eurodollar (ED) Tier 2 (1:5)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	70.00%

US Long Bond (17) vs. Eurodollar (ED) Tiers 3-11 (1:5)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	70.00%

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