

## Advisory Notice

Clearing House

07-22

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

FROM: Clearing House Department

SUBJECT: Performance Bond Requirements

DATE: January 25, 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.**

Chicago Mercantile Exchange Inc. and Chicago Board of Trade 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 **Friday, January 26, 2006**.

The staff recommendations are listed below:

### SPAN<sup>®</sup> MINIMUM PERFORMANCE BOND REQUIREMENTS

#### CBOT Agricultural Futures Outright Rates

##### Corn (CBOT) (C)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Speculative - Old Crop	Increase	\$1,215	\$900	\$1,350	\$1,000
Hedge/Member - Old Crop	Increase	\$900	\$900	\$1,000	\$1,000
Speculative - New Crop	Increase	\$1,215	\$900	\$1,350	\$1,000
Hedge/Member - New Crop	Increase	\$900	\$900	\$1,000	\$1,000

##### Mini-Corn (CBOT) (YC)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Speculative - Old Crop	Increase	\$243	\$180	\$270	\$200
Hedge/Member - Old Crop	Increase	\$180	\$180	\$200	\$200
Speculative - New Crop	Increase	\$243	\$180	\$270	\$200
Hedge/Member - New Crop	Increase	\$180	\$180	\$200	\$200

CBOT OTC Ethanol Forward Month Swap (71)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,363	\$1,750	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,750	\$1,750	\$1,500	\$1,500

CBOT OTC Ethanol Previous Month Swap (72)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,363	\$1,750	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,750	\$1,750	\$1,500	\$1,500

**CBOT Agricultural Futures Intra-Commodity Spread Rates**

Corn (CBOT) (C) - Old Crop Year vs. New Crop Year (December through September)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$405	\$300	\$608	\$450
Hedge/Member	Increase	\$300	\$300	\$450	\$450

Mini-Corn (CBOT) (YC) - Old Crop Year vs. New Crop Year (December through September)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$81	\$60	\$122	\$90
Hedge/Member	Increase	\$60	\$60	\$90	\$90

Soybean (CBOT) (S) - Same Crop Year

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

Mini-Soybean (CBOT) (YK) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$27	\$20	\$20	\$15
Hedge/Member	Decrease	\$20	\$20	\$15	\$15

Soymeal (CBOT) (06) - All Months

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

Wheat (CBOT) (W) - Old Crop Year vs. New Crop Year (July through May)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,350	\$1,000	\$945	\$700
Hedge/Member	Decrease	\$1,000	\$1,000	\$700	\$700

Mini-Wheat (CBOT) (YW) - Old Crop Year vs. New Crop Year (July through May)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$189	\$140
Hedge/Member	Decrease	\$200	\$200	\$140	\$140

**CBOT Agricultural Futures Inter-Commodity Spread Rates**

Corn (CBOT) (C) vs. Feeder Cattle (FC) vs. Live Cattle (LC) (+1:+2:-4)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	65.00%	75.00%

Corn (CBOT) (C) vs. Wheat (CBOT) (W) (1:1)

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

South American Soybean (CBOT) (30) vs. Soybean (CBOT) (S) (1:1)

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

Soymeal (CBOT) (06) vs. South American Soybean (CBOT) (30) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	50.00%	65.00%

Soymeal (CBOT) (06) vs. Soybean Oil (CBOT) (07) vs.  
South American Soybean (CBOT) (30) (1:1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	60.00%	70.00%

Soymeal (CBOT) (06) vs. Soybean Oil (CBOT) (07) vs.  
South American Soybean (CBOT) (30) (11:9:10)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	60.00%	70.00%

**CBOT Interest Rate Futures Outright Rates**

10 Year Swap (CBOT) (66)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,148	\$850	\$945	\$700
Hedge/Member	Decrease	\$850	\$850	\$700	\$700

### CBOT Interest Rate Futures Intra-Commodity Spread Rates

Fed Funds (CBOT) (41) - Tier 1 vs. Tier 2 [mth 1-4 vs. mth 5-12 ]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$270	\$200	\$338	\$250
Hedge/Member	Increase	\$200	\$200	\$250	\$250

Fed Funds (CBOT) (41) - Tier 2 vs. Tier 2 [mth 5-12 vs. mth 5-12 ]

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

### CBOT Interest Rate Futures Inter-Commodity Spread Rates

10 Year Swap (CBOT) (66) vs. 5 Year Swap (CME) (S5) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	75.00%

10 Year Treasury Note (21) vs. Fed Funds (CBOT) (41) Tier 1 (Mos. 1-4) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	40.00%	35.00%

2 Year Treasury Note (26) vs. Fed Funds (CBOT) (41) Tier 1 (Mos. 1-4) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	40.00%	35.00%

### CBOT Stock Index Futures Inter-Commodity Spread Rates

Dow Jones (CBOT) (11) vs. Nasdaq-100 Index (ND) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	85.00%	80.00%

Dow Jones (CBOT) (11) vs. NIKKEI 225 Stock Index (NK) (3:4)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	80.00%	75.00%

Dow Jones (CBOT) (11) vs. S&P Midcap 400 (MD) (3:1)

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

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