

Advisory Notice

Clearing House

07-96

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

FROM: Clearing House Department

SUBJECT: Performance Bond Requirements

DATE: April 23, 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 **Tuesday, April 24, 2007**.

The staff recommendations are listed below:

SPAN[®] MINIMUM PERFORMANCE BOND REQUIREMENTS

CBOT Interest Rate Futures Outright Rates

10 Year Treasury Note (21)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,013	\$750	\$878	\$650
Hedge/Member	Decrease	\$750	\$750	\$650	\$650

5 Year Treasury Note (25)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$743	\$550	\$608	\$450
Hedge/Member	Decrease	\$550	\$550	\$450	\$450

2 Year Treasury Note (26)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$675	\$500	\$608	\$450
Hedge/Member	Decrease	\$500	\$500	\$450	\$450

US Long Bond (17)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,485	\$1,100	\$1,350	\$1,000
Hedge/Member	Decrease	\$1,100	\$1,100	\$1,000	\$1,000

10 Year Swap (CBOT) (66)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,080	\$800	\$878	\$650
Hedge/Member	Decrease	\$800	\$800	\$650	\$650

CBOT Interest Rate Futures Inter-Commodity Spread Rates

10 Year Treasury Note (21) vs. Fed Funds (CBOT) (41) Tier 2 (Mos. 5-12) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	40.00%	60.00%

5 Year Treasury Note (25) vs. Fed Funds (CBOT) (41) Tier 2 (Mos. 5-12) (3:2)

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

US Long Bond (17) vs. 10 Year Treasury Note (21) (1:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	80.00%	90.00%

US Long Bond (17) vs. 2 Year Treasury Note (26) (1:3)

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

CBOT Agricultural Futures Inter-Commodity Spread Rates

Corn (CBOT) (C) vs. Oats (CBOT) (O) (2:3)

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

Corn (CBOT) (C) vs. Soybean (CBOT) (S) (5:2)

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

South American Soybean (CBOT) (30) vs. Corn (CBOT) (C) (2:5)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	55.00%	55.00%	30.00%	30.00%

Soymeal (CBOT) (06) vs. Soybean Oil (CBOT) (07) (2:3)

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

CBOT Metal Futures Outright Rates

100 oz. Gold Futures (38)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,714	\$2,010	\$2,349	\$1,740
Hedge/Member	Decrease	\$2,010	\$2,010	\$1,740	\$1,740

Mini- Gold (63)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$905	\$670	\$783	\$580
Hedge/Member	Decrease	\$670	\$670	\$580	\$580

5000 oz. Silver Futures (39)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$4,725	\$3,500	\$4,050	\$3,000
Hedge/Member	Decrease	\$3,500	\$3,500	\$3,000	\$3,000

Mini- Silver (61)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$945	\$700	\$810	\$600
Hedge/Member	Decrease	\$700	\$700	\$600	\$600

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