

Advisory Notice

Clearing House

08-232

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements – Effective Monday, September 22, 2008

DATE: September 19, 2008

To receive advanced notification of Performance Bond (margin) changes through our free automated mailing list, go to: <http://www.cmegroup.com/newsletter/web2lead/web2sf-old.html> 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. Clearing House Risk Management staff approved the performance bond requirements for the product listed below. These margins will become effective at the close of business on **Monday, September 22, 2008**.

CME Interest Rate Futures Outright Rates

Eurodollar (ED) Mths 01-12

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,013	\$750	\$1,350	\$1,000
Hedge/Member	Increase	\$750	\$750	\$1,000	\$1,000

Eurodollar (ED) Mths 13-44

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,013	\$750	\$1,350	\$1,000
Hedge/Member	Increase	\$750	\$750	\$1,000	\$1,000

LIBOR (1-Month) (EM) Mths 1-4

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$608	\$450	\$1,080	\$800
Hedge/Member	Increase	\$450	\$450	\$800	\$800

LIBOR (1-Month) (EM) Mths 5-9

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$878	\$650	\$1,350	\$1,000

Hedge/Member	Increase	\$650	\$650	\$1,000	\$1,000
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CME Interest Rate Futures Intra-Commodity Spread Rates

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	Increase	\$473	\$350	\$743	\$550
Intra-Commodity Spread - Hedge	Increase	\$350	\$350	\$550	\$550
Intra-Commodity Spread - Member	Increase	\$350	\$350	\$550	\$550

Eurodollar (ED) - Tier 1 vs. Tier 10 [mth 01-04 vs. mth 37-40]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 11 [mth 01-04 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

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	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 3 [mth 01-04 vs. mth 09-12]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 4 [mth 01-04 vs. mth 13-16]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 5 [mth 01-04 vs. mth 17-20]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 6 [mth 01-04 vs. mth 21-24]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 7 [mth 01-04 vs. mth 25-28]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 8 [mth 01-04 vs. mth 29-32]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$1,013	\$750
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

Eurodollar (ED) - Tier 1 vs. Tier 9 [mth 01-04 vs. mth 33-36]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread -	Increase	\$675	\$500	\$1,013	\$750

Spec					
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$750	\$750
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$750	\$750

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	Increase	\$675	\$500	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$600	\$600

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	Increase	\$743	\$550	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$550	\$550	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$550	\$550	\$600	\$600

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	Increase	\$405	\$300	\$540	\$400
Intra-Commodity Spread - Hedge	Increase	\$300	\$300	\$400	\$400
Intra-Commodity Spread - Member	Increase	\$300	\$300	\$400	\$400

Eurodollar (ED) - Tier 2 vs. Tier 5 [mth 05-08 vs. mth 17-20]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$608	\$450	\$743	\$550
Intra-Commodity Spread - Hedge	Increase	\$450	\$450	\$550	\$550
Intra-Commodity Spread - Member	Increase	\$450	\$450	\$550	\$550

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	Increase	\$608	\$450	\$743	\$550
Intra-Commodity Spread - Hedge	Increase	\$450	\$450	\$550	\$550
Intra-Commodity Spread - Member	Increase	\$450	\$450	\$550	\$550

Member					
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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	Increase	\$608	\$450	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$450	\$450	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$600	\$600

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	Increase	\$608	\$450	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$450	\$450	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$450	\$450	\$600	\$600

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	Increase	\$608	\$450	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$450	\$450	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$450	\$450	\$600	\$600

Eurodollar (ED) - Tier 3 vs. Tier 10 [mth 09-12 vs. mth 37-40]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$608	\$450	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$450	\$450	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$450	\$450	\$600	\$600

Eurodollar (ED) - Tier 3 vs. Tier 11 [mth 09-12 vs. mth 41-44]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$600	\$600

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

		Current	Current	New	New
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Rate Type	Change	Initial	Maintenance	Initial	Maintenance
Intra-Commodity Spread - Spec	Increase	\$338	\$250	\$540	\$400
Intra-Commodity Spread - Hedge	Increase	\$250	\$250	\$400	\$400
Intra-Commodity Spread - Member	Increase	\$250	\$250	\$400	\$400

Eurodollar (ED) - Tier 3 vs. Tier 5 [mth 09-12 vs. mth 17-20]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$473	\$350	\$743	\$550
Intra-Commodity Spread - Hedge	Increase	\$350	\$350	\$550	\$550
Intra-Commodity Spread - Member	Increase	\$350	\$350	\$550	\$550

Eurodollar (ED) - Tier 3 vs. Tier 6 [mth 09-12 vs. mth 21-24]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$473	\$350	\$743	\$550
Intra-Commodity Spread - Hedge	Increase	\$350	\$350	\$550	\$550
Intra-Commodity Spread - Member	Increase	\$350	\$350	\$550	\$550

Eurodollar (ED) - Tier 3 vs. Tier 7 [mth 09-12 vs. mth 25-28]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$540	\$400	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$400	\$400	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$400	\$400	\$600	\$600

Eurodollar (ED) - Tier 3 vs. Tier 8 [mth 09-12 vs. mth 29-32]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$810	\$600
Intra-Commodity Spread - Hedge	Increase	\$500	\$500	\$600	\$600
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$600	\$600

Eurodollar (ED) - Tier 3 vs. Tier 9 [mth 09-12 vs. mth 33-36]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Intra-Commodity Spread - Spec	Increase	\$675	\$500	\$810	\$600
Intra-Commodity Spread -	Increase	\$500	\$500	\$600	\$600

Hedge					
Intra-Commodity Spread - Member	Increase	\$500	\$500	\$600	\$600

LIBOR (1-Month) (EM) - T1 (Mos. 1-4) vs. T1 (Mos. 1-4) [mth 1-4 vs. mth 1-4]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$473	\$350	\$675	\$500
Hedge/Member	Increase	\$350	\$350	\$500	\$500

LIBOR (1-Month) (EM) - T1 (Mos. 1-4) vs. T2 (Mos. 5-sub) [mth 1-4 vs. mth 5-9]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	N/A	\$675	\$500	\$675	\$500
Hedge/Member	N/A	\$500	\$500	\$500	\$500

LIBOR (1-Month) (EM) - T2 (Mos. 5-sub) vs. T2 (Mos. 5-sub) [mth 5-9 vs. mth 5-9]

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$473	\$350	\$675	\$500
Hedge/Member	Increase	\$350	\$350	\$500	\$500

CBOT Interest Rate Futures Outright Rates

10 Year Treasury Note (21)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,620	\$1,200	\$2,025	\$1,500
Hedge/Member	Increase	\$1,200	\$1,200	\$1,500	\$1,500

5 Year Treasury Note (25)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,350	\$1,000	\$1,688	\$1,250
Hedge/Member	Increase	\$1,000	\$1,000	\$1,250	\$1,250

2 Year Treasury Note (26)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,215	\$900	\$1,553	\$1,150
Hedge/Member	Increase	\$900	\$900	\$1,150	\$1,150

US Long Bond (17)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$2,160	\$1,600	\$2,700	\$2,000
Hedge/Member	Increase	\$1,600	\$1,600	\$2,000	\$2,000

Fed Funds (CBOT) (41) Mths 5-12

		Current	Current	New	New
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Rate Type	Change	Initial	Maintenance	Initial	Maintenance
Spec	Increase	\$1,350	\$1,000	\$1,688	\$1,250
Hedge/Member	Increase	\$1,000	\$1,000	\$1,250	\$1,250