

## Advisory Notice

Clearing House

08-45

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Thursday, March 13, 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 following products listed below. These margins are effective at the close of business on **Friday, March 14, 2008**.

### SPAN® MINIMUM PERFORMANCE BOND REQUIREMENTS

#### CBOT Interest Rate Futures Outright Rates

US Long Bond (17)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$2,295	\$1,700	\$2,430	\$1,800
Hedge/Member	Increase	\$1,700	\$1,700	\$1,800	\$1,800

#### CME Currency Futures Outright Rates

Euro FX (EC)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$2,835	\$2,100	\$2,970	\$2,200
Hedge/Member	Increase	\$2,100	\$2,100	\$2,200	\$2,200

Mini-Euro FX (E7)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,418	\$1,050	\$1,485	\$1,100
Hedge/Member	Increase	\$1,050	\$1,050	\$1,100	\$1,100

Swiss Franc (SF)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,890	\$1,400	\$2,430	\$1,800
Hedge/Member	Increase	\$1,400	\$1,400	\$1,800	\$1,800

**FXMS Currency Spot Outright Rates**

Euro FX Spot (EURUS)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$2,835	\$2,100	\$2,970	\$2,200
Hedge/Member	Increase	\$2,100	\$2,100	\$2,200	\$2,200

Swiss Franc Spot (USDCH)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	CHF1,958	CHF1,450	CHF2,457	CHF1,820
Hedge/Member	Increase	CHF1,450	CHF1,450	CHF1,820	CHF1,820

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

Soybean (CBOT) (S) - Same Crop Year

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$203	\$150	\$405	\$300
Hedge/Member	Increase	\$150	\$150	\$300	\$300

Mini-Soybean (CBOT) (YK) - Same Crop Year

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$41	\$30	\$81	\$60
Hedge/Member	Increase	\$30	\$30	\$60	\$60

**CME Security Futures Outright Rates**

OneChicago Select Index R (XOR)

Rate Type	Change	New Initial	New Maintenance
Clearing/Member Rate	NA	8.00%	8.00%
Customer Rate	NA	20.00%	20.00%

OneChicago Select Index S (XXS)

Rate Type	Change	New Initial	New Maintenance
Clearing/Member Rate	NA	18.00%	18.00%
Customer Rate	NA	20.00%	20.00%

OneChicago Select Index T (XOT)

Rate Type	Change	New Initial	New Maintenance
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Clearing/Member Rate	NA	7.00%	7.00%
Customer Rate	NA	20.00%	20.00%

OneChicago Select Index U (XOU)

<b>Rate Type</b>	<b>Change</b>	<b>New Initial</b>	<b>New Maintenance</b>
Clearing/Member Rate	NA	5.00%	5.00%
Customer Rate	NA	20.00%	20.00%

OneChicago Select Index V (XOV)

Rate Type	Change	New Initial	New Maintenance
Clearing/Member Rate	NA	5.00%	5.00%
Customer Rate	NA	20.00%	20.00%

OneChicago Select Index W (XOW)

Rate Type	Change	New Initial	New Maintenance
Clearing/Member Rate	NA	17.00%	17.00%
Customer Rate	NA	20.00%	20.00%

OneChicago Select Index X (XOX)

Rate Type	Change	New Initial	New Maintenance
Clearing/Member Rate	NA	28.00%	28.00%
Customer Rate	NA	28.00%	28.00%

In addition, the Short Option Minimum (SOM) will change for the following products. SOM is a charge that is applied only to portfolios concentrated in short options that do not generate a minimum margin requirement level when margins are calculated using the normal 16 SPAN scenarios. The SOM charge per short calls or short puts is a percentage of the outright margin on one underlying futures contract.

Code	Product Name	Current SOM	New SOM
S0	10 Year Swap (CME)	1.50%	1.00%
TB	13 Week U.S.T-Bill	1.50%	1.00%
S2	2 Year Swap (CME)	1.50%	1.00%
S5	5 Year Swap (CME)	1.50%	1.00%
AD	Australian Dollar	1.50%	1.00%
BR	Brazilian Real	1.50%	1.00%
BP	British Pound	1.50%	1.00%
DB	Butter	1.50%	1.00%
CD	Canadian Dollar	1.50%	1.00%
DK	Class IV Milk	1.50%	1.00%
CB	CME Cash-Settled Butter Futures	1.50%	1.00%
RMB	CME Chinese Renminbi/U.S. Dollar	1.50%	1.00%
DY	CME Dry Whey Futures	1.50%	1.00%
IS	CME Israeli Shekel	1.50%	1.00%
KRW	CME Korean Won/US Dollar	1.50%	1.00%
DR	CME \$Index	1.50%	1.00%
AC	Cross Rate Australian Dollar/Canadian Dollar	1.50%	1.00%
AJ	Cross Rate Australian Dollar/Japanese Yen	1.50%	1.00%
AN	Cross Rate Australian Dollar/New Zealand Dollar	1.50%	1.00%
BY	Cross Rate British Pound/Japanese Yen	1.50%	1.00%
BF	Cross Rate British Pound/Swiss Franc	1.50%	1.00%
CY	Cross Rate Canadian Dollar/Japanese Yen	1.50%	1.00%
RME	Cross Rate Chinese Renminbi/Euro	1.50%	1.00%
RMY	Cross Rate Chinese Renminbi/Japanese Yen	1.50%	1.00%
Z	Cross Rate Euro FX /Polish Zloty	1.50%	1.00%
CA	Cross Rate Euro FX/Australian Dollar	1.50%	1.00%

CC	Cross Rate Euro FX/Canadian Dollar	1.50%	1.00%
R	Cross Rate Euro FX/Hungarian Forint	1.50%	1.00%
RY	Cross Rate Euro FX/Japanese Yen	1.50%	1.00%
CN	Cross Rate Euro FX/Norwegian Krone	1.50%	1.00%
KE	Cross Rate Euro FX/Swedish Krona	1.50%	1.00%
RF	Cross Rate Euro FX/Swiss Franc	1.50%	1.00%
RP	Cross Rate EuroFX/British Pound	1.50%	1.00%
SJ	Cross Rate Swiss Franc/Japanese Yen	1.50%	1.00%
K	Cross Rate Euro FX/Czech Koruna	1.50%	1.00%
CZ	Czech Koruna	1.50%	1.00%
E5B	E-Mini 5-Yr Eurodollar Bundle	1.50%	1.00%
E7	E-Mini Euro FX	1.50%	1.00%
J7	E-Mini Japanese Yen	1.50%	1.00%
EC	Euro FX	1.50%	1.00%
EY	Euroyen	1.50%	1.00%
FC	Feeder Cattle	1.50%	1.00%
PB	Frozen Pork Bellies	1.50%	1.00%
GI	Goldman Sachs Commodity Index	1.50%	1.00%
GA	GSCI ER Futures	1.50%	1.00%
FR	Hungarian Forint	1.50%	1.00%
JB	Japanese Gov't Bond	1.50%	1.00%
JY	Japanese Yen	1.50%	1.00%
LN	Lean Hogs	1.50%	1.00%
EM	LIBOR (1-Month)	1.50%	1.00%
LC	Live Cattle	1.50%	1.00%
LB	Lumber	1.50%	1.00%
MP	Mexican Peso	1.50%	1.00%
DA	Milk	1.50%	1.00%
NE	New Zealand Dollar	1.50%	1.00%
NF	Nonfat Dry Milk	1.50%	1.00%
UN	Norwegian Krone	1.50%	1.00%
PZ	Polish Zloty	1.50%	1.00%
RU	Russian Ruble	1.50%	1.00%
RA	South African Rand	1.50%	1.00%
SE	Swedish Krona	1.50%	1.00%
SF	Swiss Franc	1.50%	1.00%

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