



Advisory Notice

Clearing House

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07-56 UPDATED

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

FROM: Clearing House Department

SUBJECT: Performance Bond Requirements

DATE: February 28, 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., Performance Bond staff approved the performance bond requirements for the following products listed below. These margins will become effective with the close of business on **Thursday, March 1, 2007.**

SPAN[®] MINIMUM PERFORMANCE BOND REQUIREMENTS

CME Agricultural Futures Outright Rates

Goldman Sachs Commodity Index (GI)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$4,500 | \$3,000 | \$6,000 | \$4,000 |
| Hedge/Member | Increase | \$3,000 | \$3,000 | \$4,000 | \$4,000 |

CME Currency Futures Outright Rates

Cross Rate Australian Dollar/Japanese Yen (AJ)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥337,500 | ¥250,000 | ¥540,000 | ¥400,000 |
| Hedge/Member | Increase | ¥250,000 | ¥250,000 | ¥400,000 | ¥400,000 |

Cross Rate British Pound/Japanese Yen (BY)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥432,000 | ¥320,000 | ¥540,000 | ¥400,000 |
| Hedge/Member | Increase | ¥320,000 | ¥320,000 | ¥400,000 | ¥400,000 |

Cross Rate British Pound/Swiss Franc (BF)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | CHF3,105 | CHF2,300 | CHF3,645 | CHF2,700 |
| Hedge/Member | Increase | CHF2,300 | CHF2,300 | CHF2,700 | CHF2,700 |

Cross Rate Canadian Dollar/Japanese Yen (CY)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥405,000 | ¥300,000 | ¥540,000 | ¥400,000 |
| Hedge/Member | Increase | ¥300,000 | ¥300,000 | ¥400,000 | ¥400,000 |

Japanese Yen (JY)

| 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 |

E-Mini Japanese Yen (J7)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$1,080 | \$800 | \$1,350 | \$1,000 |
| Hedge/Member | Increase | \$800 | \$800 | \$1,000 | \$1,000 |

Cross Rate Euro FX/Japanese Yen (RY)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥216,000 | ¥160,000 | ¥270,000 | ¥200,000 |
| Hedge/Member | Increase | ¥160,000 | ¥160,000 | ¥200,000 | ¥200,000 |

FXMS Currency Spot Outright Rates

Cross Rate British Pound/Japanese Yen Spot (GBPJP)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥432,000 | ¥320,000 | ¥540,000 | ¥400,000 |
| Hedge/Member | Increase | ¥320,000 | ¥320,000 | ¥400,000 | ¥400,000 |

Cross Rate Euro FX/Japanese Yen Spot (EURJP)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥216,000 | ¥160,000 | ¥270,000 | ¥200,000 |
| Hedge/Member | Increase | ¥160,000 | ¥160,000 | ¥200,000 | ¥200,000 |

Japanese Yen Spot (USDJP)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥260,550 | ¥193,000 | ¥318,600 | ¥236,000 |
| Hedge/Member | Increase | ¥193,000 | ¥193,000 | ¥236,000 | ¥236,000 |

CME Index Futures Outright Rates

Yen-based Nikkei (N1)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | ¥537,500 | ¥430,000 | ¥587,500 | ¥470,000 |
| Hedge/Member | Increase | ¥430,000 | ¥430,000 | ¥470,000 | ¥470,000 |
| Spec (\$ Equivalent on 01/10/06) | Increase | \$4,709 | \$3,767 | \$4,975 | \$3,980 |
| Hedge/Member (\$ Equivalent on 01/10/06) | Increase | \$3,767 | \$3,767 | \$3,980 | \$3,980 |

S&P Midcap 400 (MD)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$16,875 | \$13,500 | \$18,750 | \$15,000 |
| Hedge/Member | Increase | \$13,500 | \$13,500 | \$15,000 | \$15,000 |

E-mini S&P Midcap 400 (ME)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$3,375 | \$2,700 | \$3,750 | \$3,000 |
| Hedge/Member | Increase | \$2,700 | \$2,700 | \$3,000 | \$3,000 |

Russell 2000 Stock Index (RL)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$16,875 | \$13,500 | \$20,000 | \$16,000 |
| Hedge/Member | Increase | \$13,500 | \$13,500 | \$16,000 | \$16,000 |

E-Mini Russell 2000 Index (ER)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$3,375 | \$2,700 | \$4,000 | \$3,200 |
| Hedge/Member | Increase | \$2,700 | \$2,700 | \$3,200 | \$3,200 |

NIKKEI 225 Stock Index (NK)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$4,688 | \$3,750 | \$5,000 | \$4,000 |
| Hedge/Member | Increase | \$3,750 | \$3,750 | \$4,000 | \$4,000 |

CBOT Stock Index Futures Outright Rates

\$25 BIG Dow (DO)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$12,188 | \$9,750 | \$14,063 | \$11,250 |
| Hedge/Member | Increase | \$9,750 | \$9,750 | \$11,250 | \$11,250 |

Dow Jones (CBOT) (11)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$4,875 | \$3,900 | \$5,625 | \$4,500 |
| Hedge/Member | Increase | \$3,900 | \$3,900 | \$4,500 | \$4,500 |

Mini-Dow Jones (CBOT) (YM)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|--------------|----------|-----------------|---------------------|-------------|-----------------|
| Spec | Increase | \$2,438 | \$1,950 | \$2,813 | \$2,250 |
| Hedge/Member | Increase | \$1,950 | \$1,950 | \$2,250 | \$2,250 |

CME Interest Rate Futures Outright Rates

LIBOR (1-Month) (EM) (Mos. 5 – subsequent)

| 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 | \$878 | \$650 | \$1,013 | \$750 |
| Hedge/Member | Increase | \$650 | \$650 | \$750 | \$750 |

5 Year Treasury Note (25)

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

2 Year Treasury Note (26)

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

US Long Bond (17)

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

10 Year Swap (CBOT) (66)

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|------------------|---------------|------------------------|----------------------------|--------------------|------------------------|
| Spec | Increase | \$945 | \$700 | \$1,080 | \$800 |
| Hedge/Member | Increase | \$700 | \$700 | \$800 | \$800 |

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

| Rate Type | Change | Current Initial | Current Maintenance | New Initial | New Maintenance |
|------------------|---------------|------------------------|----------------------------|--------------------|------------------------|
| Spec | Increase | \$574 | \$425 | \$675 | \$500 |
| Hedge/Member | Increase | \$425 | \$425 | \$500 | \$500 |

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