

## Advisory Notice

Clearing House

08-289

TO: Clearing Member Firms  
Back Office Managers

FROM: CME Clearing

SUBJECT: **Performance Bond Requirement Changes – Effective Monday, October 27th**

DATE: Wednesday, October 23, 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. The rates are effective at the close of business on **Monday, October 27<sup>th</sup>, 2008.**

### NEW MARGIN RATES AND TIERS FOR

<i>Petroleum Swap Futures</i>	<i>Commodity code</i>
1.5% Fuel Oil Barges FOB Rdam Swap	Z3
Gasoil 0.1 CIF MED Swap	Z4
Gasoil 0.1 CIF MED vs. ICE Gasoil Swap	Z5
ULSD 10ppm CIF MED Swap	Z6
ULSD 10ppm CIF MED vs. ICE Gasoil Swap	Z7
Brent Crude Oil BALMO Swap	J9
ICE Gasoil BALMO Swap	U9
1.5% Fuel Oil Rdam Barges BALMO Swap	J5
Jet Fuel Cargoes CIF NWE BALMO Swap	F3
Jet Fuel Barges FOB Rdam BALMO Swap	X9
Gasoil 0.1 Cargoes CIF NWE BALMO Swap	B7
ULSD 10ppm Cargoes CIF NWE BALMO Swap	B1
Gasoil 0.1 Barges FOB Rdam BALMO Swap	B8
Diesel 10ppm Barges FOB Rdam BALMO Swa	U7
Gasoil 0.1 Cargoes CIF MED BALMO Swap	X6
ULSD 10ppm Cargoes CIF MED BALMO Swap	X7
Argus Gasoline NWE BALMO Swap	B9

#### Outright (Scan) Spread Tiers for Z3, Z4, Z5, Z6, Z7, J9, U9, J5, F3, X9, B7, B1, B8, U7, X6, X7 and B9

Tiers	Months
1	All Months

**NYMEX Division Outright (Scan) Margin on Z3, Z4, Z5, Z6, Z7, J9, U9, J5, F3, X9, B7, B1, B8, U7, X6, X7 and B9**

<b>Commodities</b>	<b>Clearing Member / Maintenance Margin</b>	<b>Member Customer Initial Margin</b>	<b>Non-Member Initial Margin</b>
	<b>New</b>	<b>New</b>	<b>New</b>
Z3	46500	51150	62775
Z4	61500	67650	83025
Z5	7100	7810	9585
Z6	71000	78100	95850
Z7	7600	8360	10260
J9	9500	10450	12825
U9	80000	88000	108000
J5	46500	51150	62775
F3	80000	88000	108000
X9	72500	79750	97875
B7	72000	79200	97200
B1	74500	81950	100575
B8	70000	77000	94500
U7	80000	88000	108000
X6	61500	67650	83025
X7	71000	78100	95850
B9	120000	132000	162000

**Intra-Commodity Spread Tiers for Z3, Z4, Z5, Z6, Z7, J9, U9, J5, F3, X9, B7, B1, B8, U7, X6, X7 and B9**

<b>Tiers</b>	<b>Months</b>
1	All Months

**Intra-Commodity Spread Margins on Z3, Z4, Z5, Z6, Z7, J9, U9, J5, F3, X9, B7, B1, B8, U7, X6, X7 and B9**

<b>Commodities</b>	<b>Clearing Member / Maintenance Margin</b>	<b>Member Customer Initial Margin</b>	<b>Non-Member Initial Margin</b>
	<b>New</b>	<b>New</b>	<b>New</b>
Z3	2400	2640	3240
Z4	3400	3740	4590
Z5	1000	1100	1350
Z6	3400	3740	4590
Z7	1000	1100	1350
J9	450	495	608
U9	2000	2200	2700
J5	2400	2640	3240
F3	3400	3740	4590
X9	3400	3740	4590
B7	3400	3740	4590
B1	3400	3740	4590
B8	3400	3740	4590
U7	3400	3740	4590
X6	3400	3740	4590
X7	3400	3740	4590
B9	2000	2200	2700