

Advisory Notice

Clearing House

07-171

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

FROM: Clearing House Department

SUBJECT: Performance Bond Requirements

DATE: July 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, July 24, 2007**.

The staff recommendations are listed below:

SPAN[®] MINIMUM PERFORMANCE BOND REQUIREMENTS

CBOT Agricultural Futures Outright Rates

Oats (CBOT) (O)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$743	\$550	\$1,013	\$750
Hedge/Member	Increase	\$550	\$550	\$750	\$750

CBOT Interest Rate Futures Outright Rates

30 Year Swap (CBOT) (I3)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,485	\$1,100	\$1,890	\$1,400
Hedge/Member	Increase	\$1,100	\$1,100	\$1,400	\$1,400

10 Year Swap (CBOT) (66)

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

CBOT Metal Futures Outright Rates

100 oz. Gold Futures (38)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,349	\$1,740	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,740	\$1,740	\$1,500	\$1,500

Mini- Gold (63)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$783	\$580	\$675	\$500
Hedge/Member	Decrease	\$580	\$580	\$500	\$500

CBOT Agricultural Futures Inter-Commodity Spread Rates

Corn (CBOT) (C) vs. Wheat (CBOT) (W) (1:1)

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	New
Spread Credit Rate	Increase	30.00%	50.00%

Soybean Oil (CBOT) (07) vs. Soybean (CBOT) (S) (1:1)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	65.00%	55.00%

CBOT Stock Index Futures Inter-Commodity Spread Rates

Dow Jones (CBOT) (11) vs. E-mini Russell 1000 (RS) (1:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	85.00%	75.00%

Dow Jones (CBOT) (11) vs. Russell 2000 Stock Index (RL) (3:1)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	75.00%	85.00%

CBOT Interest Rate Futures Inter-Commodity Spread Rates

10 Year Treasury Note (21) vs. Fed Funds (CBOT) (41) Tier 1 (Mos. 1-4) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	35.00%	25.00%

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	Decrease	60.00%	50.00%

2 Year Treasury Note (26) vs. Fed Funds (CBOT) (41) Tier 1 (Mos. 1-4) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Increase	35.00%	50.00%

5 Year Treasury Note (25) vs. Fed Funds (CBOT) (41) Tier 1 (Mos. 1-4) (3:2)

Rate Type	Change	Current	New
Spread Credit Rate	Decrease	50.00%	35.00%

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	Decrease	70.00%	60.00%

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