

Advisory Notice

Clearing House

08-122

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirements

DATE: Wednesday, June 11, 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 after the close of business on **Thursday, June 12, 2008.**

Revised to reflect the change in the Eurodollar Volatility Scan Range

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	\$10,500	\$7,000	\$12,000	\$8,000
Hedge/Member	Increase	\$7,000	\$7,000	\$8,000	\$8,000

CBOT Agricultural Futures Outright Rates

Corn (CBOT) (C)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Speculative - Old Crop	Increase	\$1,688	\$1,250	\$2,025	\$1,500
Hedge/Member - Old Crop	Increase	\$1,250	\$1,250	\$1,500	\$1,500
Speculative - New Crop	Increase	\$1,688	\$1,250	\$2,025	\$1,500
Hedge/Member - New Crop	Increase	\$1,250	\$1,250	\$1,500	\$1,500

Mini-Corn (CBOT) (YC)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Speculative - Old Crop	Increase	\$338	\$250	\$405	\$300
Hedge/Member - Old Crop	Increase	\$250	\$250	\$300	\$300
Speculative - New Crop	Increase	\$338	\$250	\$405	\$300
Hedge/Member - New Crop	Increase	\$250	\$250	\$300	\$300

Soybean (CBOT) (S)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Speculative - Old Crop	Increase	\$4,050	\$3,000	\$4,725	\$3,500
Hedge/Member - Old Crop	Increase	\$3,000	\$3,000	\$3,500	\$3,500
Speculative - New Crop	Increase	\$4,050	\$3,000	\$4,725	\$3,500
Hedge/Member - New Crop	Increase	\$3,000	\$3,000	\$3,500	\$3,500

Mini-Soybean (CBOT) (YK)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Speculative - Old Crop	Increase	\$810	\$600	\$945	\$700
Hedge/Member - Old Crop	Increase	\$600	\$600	\$700	\$700
Speculative - New Crop	Increase	\$810	\$600	\$945	\$700
Hedge/Member - New Crop	Increase	\$600	\$600	\$700	\$700

CBOT Energy Products Outright Rates

CBOT Ethanol Futures (EH)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$3,645	\$2,700	\$4,725	\$3,500
Hedge/Member	Increase	\$2,700	\$2,700	\$3,500	\$3,500

In addition, the volatility scan range will change for the following products. The volatility scan range is the change in implied volatility that is used in each of SPAN's 16 scenarios.

<u>Code</u>	<u>Product Name</u>	<u>Current Volatility Scan Range</u>	<u>New Volatility Scan Range</u>
ED	Eurodollars	5.20%	7.0%

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