

Advisory Notice

Clearing House

08 - 279

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirement Changes.

DATE: Monday, October 13th, 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 20th, 2008.**

NEW MARGIN RATES AND TIERS FOR U.S. MIDWEST DOMESTIC HOT-ROLLED COIL STEEL CONTRACTS (HR)

Note: The revised margins are in **bold**

Outright (Scan) Spread Tiers for HR

Tiers	Months
1	All Months

Outright (Scan) Margin on HR

Commodity	Clearing Member / Maintenance Margin	Member Customer Initial Margin	Non-Member Initial Margin
	New	New	New
HR	950	1045	1283

Intra-Commodity Spread Tiers for HR

Tiers	Months
1	All Months

Intra-Commodity Spread Margins on HR

Commodity	Clearing Member / Maintenance Margin	Member Customer Initial Margin	Non-Member Initial Margin
	New	New	New
HR	\$100	\$110	\$135