

Advisory Notice

Clearing House

08 - 305

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

FROM: CME Clearing

SUBJECT: Performance Bond Requirement Changes.

DATE: Thursday, October 30th, 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, November 3rd, 2008.**

NEW MARGIN RATES AND TIERS FOR

NGL Related Contracts

Conway Propane (OPIS) Swap
 Mont Belvieu Natural Gasoline (OPIS) Swap
 Mont Belvieu Ethane (OPIS) Swap
 Mont Belvieu Isobutane (OPIS) Swap
 Mont Belvieu Normal Butane (OPIS) Swap

Commodity Code

W1
 W3
 W8
 Y2
 Z2

Plastics Related Contracts

Polypropylene Futures Contract
 Polyethylene Futures Contract

P1
 P6

Outright (Scan) Tiers for W1, W3, W8, Y2, Z2, P1 and P6

Tiers	Months
1	All Months

Outright (Scan) Margin on W1, W3, W8, Y2, Z2, P1 and P6

Commodity	Clearing Member / Maintenance Margin	Member Customer Initial Margin	Non-Member Initial Margin
	New	New	New
W1	\$8,500	\$9,350	\$11,475
W3	\$8,000	\$8,800	\$10,800
W8	\$6,500	\$7,150	\$8,775
Y2	\$10,500	\$11,550	\$14,175
Z2	\$8,500	\$9,350	\$11,475
P1	\$2,000	\$2,200	\$2,700
P6	\$2,000	\$2,200	\$2,700

Intra-Commodity Spread Tiers for W1, W3, W8, Y2, Z2, P1 and P6

Tiers	Months
1	All Months

Intra-Commodity Spread Margins on W1, W3, W8, Y2, Z2, P1 and P6

Commodity	Clearing Member / Maintenance Margin	Member Customer Initial Margin	Non-Member Initial Margin
	New	New	New
W1	\$850	\$935	\$1,148
W3	\$800	\$880	\$1,080
W8	\$650	\$715	\$878
Y2	\$1,050	\$1,155	\$1,418
Z2	\$850	\$935	\$1,148
P1	\$200	\$220	\$270
P6	\$200	\$220	\$270

Spot Assessment Margins For P1 and P6

Commodity	Clearing Member Assessments	Member Customer Assessments	Non-Member Customer Assessments
	New	New	New
P1	\$3,000	\$3,300	\$4,050
P6	\$3,000	\$3,300	\$4,050

Note: The spot month assessment will take place in two increments. First, \$100 on positions at the close of business on the day preceding termination. Second, the remaining of the spot assessment on positions at the close of business on the day after termination.