

## Advisory Notice

Clearing House

09-23

TO: Clearing Member Firms  
Back Office Managers

FROM: CME Clearing

SUBJECT: **\*REVISED\*** Performance Bond Requirement Changes – Effective Thursday, January 22<sup>nd</sup>, 2009 and January 23<sup>rd</sup>, 2009

DATE: Thursday, January 22<sup>nd</sup>, 2009

**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 **January 22<sup>nd</sup>, 2009**.

Changes to Gold, Mini-Gold, Silver, and Mini-Silver will be effective after the close of business on **January 23<sup>rd</sup>, 2009**.

### CME Agricultural Futures Outright Rates

#### CME Cash-Settled Butter Futures (CB)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$810	\$600	\$1,080	\$800
Hedge/Member	Increase	\$600	\$600	\$800	\$800

#### Lean Hogs (LN)

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

#### Butter (DB)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$1,620	\$1,200	\$2,160	\$1,600
Hedge/Member	Increase	\$1,200	\$1,200	\$1,600	\$1,600

Goldman Sachs Commodity Index (GI)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$19,500	\$13,000	\$12,750	\$8,500
Hedge/Member	Decrease	\$13,000	\$13,000	\$8,500	\$8,500

GSCI ER Futures (GA)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$7,200	\$4,800	\$6,450	\$4,300
Hedge/Member	Decrease	\$4,800	\$4,800	\$4,300	\$4,300
Special	N/A	100.00%	100.00%	100.00%	100.00%

**CME Agricultural Futures Intra-Commodity Spread Rates**

CME Cash-Settled Butter Futures (CB) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$608	\$450	\$810	\$600
Hedge/Member	Increase	\$450	\$450	\$600	\$600

CME Dry Whey Futures (DY) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,080	\$800	\$675	\$500
Hedge/Member	Decrease	\$800	\$800	\$500	\$500

Lean Hogs (LN) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,215	\$900	\$810	\$600
Hedge/Member	Decrease	\$900	\$900	\$600	\$600

Live Cattle (LC) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$608	\$450	\$473	\$350
Hedge/Member	Decrease	\$450	\$450	\$350	\$350
Delivery Month - Spec	Decrease	\$1,350	\$1,000	\$1,080	\$800
Delivery Month - Hedge/Member	Decrease	\$1,000	\$1,000	\$800	\$800

Nonfat Dry Milk (NF) - All Months

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

### CME Agricultural Futures Inter-Commodity Spread Rates

Class IV Milk (DK) vs. CME Dry Whey Futures (DY) (1:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	85.00%	85.00%	50.00%	50.00%

CME Cash-Settled Butter Futures (CB) vs. Milk (DA) (1:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	75.00%	75.00%	50.00%	50.00%

Feeder Cattle (FC) vs. Lean Hogs (LN) (1:2)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	45.00%	45.00%	50.00%	50.00%

Feeder Cattle (FC) vs. Live Cattle (LC) \*\* (2:3)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	60.00%	60.00%	65.00%	65.00%

Lean Hogs (LN) vs. Frozen Pork Bellies (PB) (3:2)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	45.00%	45.00%	50.00%	50.00%

Live Cattle (LC) vs. Corn (CBOT) (C) (1:2)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	55.00%	55.00%	50.00%	50.00%

Live Cattle (LC) vs. Lean Hogs (LN) (1:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	45.00%	45.00%	50.00%	50.00%

Milk (DA) vs. Butter (DB) (2:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	75.00%	75.00%	50.00%	50.00%

Milk (DA) vs. Class IV Milk (DK) (4:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	80.00%	80.00%	60.00%	60.00%

Milk (DA) vs. CME Dry Whey Futures (DY) (1:1)

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

### CBOT Agricultural Futures Outright Rates

Rough Rice (CBOT) (14)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,430	\$1,800	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,800	\$1,800	\$1,500	\$1,500

### CBOT Agricultural Futures Intra-Commodity Spread Rates

Corn (CBOT) (C) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$135	\$100	\$68	\$50
Hedge/Member	Decrease	\$100	\$100	\$50	\$50

Corn (CBOT) (C) - Old Crop Year vs. New Crop Year (December through September)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$405	\$300	\$270	\$200
Hedge/Member	Decrease	\$300	\$300	\$200	\$200

Dow Jones-AIG Commodity Index Excess Return (70) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$135	\$100	\$203	\$150
Hedge/Member	Increase	\$100	\$100	\$150	\$150

Oats (CBOT) (O) - Old Crop Year vs. New Crop Year (July through May)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$608	\$450	\$473	\$350
Hedge/Member	Decrease	\$450	\$450	\$350	\$350

Oats (CBOT) (O) - Same Crop Year

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$203	\$150	\$169	\$125
Hedge/Member	Decrease	\$150	\$150	\$125	\$125

Rough Rice (CBOT) (14) - Old Crop vs New Crop Old/New

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,755	\$1,300	\$1,485	\$1,100
Hedge/Member	Decrease	\$1,300	\$1,300	\$1,100	\$1,100

Soybean (CBOT) (S) - Same Crop Year

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$405	\$300	\$270	\$200
Hedge/Member	Decrease	\$300	\$300	\$200	\$200

Soybean Oil (CBOT) (07) - Old Crop Year vs. New Crop Year (October through September)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$270	\$200	\$203	\$150
Hedge/Member	Decrease	\$200	\$200	\$150	\$150

Wheat (CBOT) (W) - Old Crop Year vs. New Crop Year (July through May)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$608	\$450	\$540	\$400
Hedge/Member	Decrease	\$450	\$450	\$400	\$400

**CBOT Agricultural Futures Inter-Commodity Spread Rates**

Corn (CBOT) (C) vs. CBOT OTC Ethanol Forward Month Swap (71) (1:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	40.00%	40.00%	65.00%	65.00%

Corn (CBOT) (C) vs. Live Cattle (LC) (2:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Decrease	55.00%	55.00%	50.00%	50.00%

Corn (CBOT) (C) vs. Oats (CBOT) (O) (2:3)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	50.00%	50.00%	65.00%	65.00%

Corn (CBOT) (C) vs. Soybean (CBOT) (S) (5:2)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	65.00%	65.00%	70.00%	70.00%

Soymeal (CBOT) (06) vs. Soybean (CBOT) (S) (2:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	75.00%	75.00%	80.00%	80.00%

**CBOT Metal Futures Outright Rates**

100 oz. Gold Futures (38)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$5,808	\$4,302	\$5,399	\$3,999
Hedge/Member	Decrease	\$4,302	\$4,302	\$3,999	\$3,999

Mini- Gold (63)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,936	\$1,434	\$1,800	\$1,333
Hedge/Member	Decrease	\$1,434	\$1,434	\$1,333	\$1,333

5000 oz. Silver Futures (39)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$8,640	\$6,400	\$8,100	\$6,000
Hedge/Member	Decrease	\$6,400	\$6,400	\$6,000	\$6,000

Mini- Silver (61)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$1,728	\$1,280	\$1,620	\$1,200
Hedge/Member	Decrease	\$1,280	\$1,280	\$1,200	\$1,200

**CBOT Metal Futures Intra-Commodity Spread Rates**

100 oz. Gold Futures (38) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$134	\$99	\$203	\$150
Hedge/Member	Increase	\$99	\$99	\$150	\$150

5000 oz. Silver Futures (39) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$135	\$100	\$203	\$150
Hedge/Member	Increase	\$100	\$100	\$150	\$150

**CBOT Energy Products Outright Rates**

CBOT Ethanol Futures (EH)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$6,480	\$4,800	\$5,400	\$4,000
Hedge/Member	Decrease	\$4,800	\$4,800	\$4,000	\$4,000

CBOT OTC Cash Settled Ethanol Options (76)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$6,480	\$4,800	\$5,400	\$4,000
Hedge/Member	Decrease	\$4,800	\$4,800	\$4,000	\$4,000

CBOT OTC Ethanol Forward Month Swap (71)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$3,240	\$2,400	\$2,700	\$2,000
Hedge/Member	Decrease	\$2,400	\$2,400	\$2,000	\$2,000

## CBOT Energy Products Intra-Commodity Spread Rates

### CBOT Ethanol Futures (EH) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,160	\$1,600	\$1,688	\$1,250
Hedge/Member	Decrease	\$1,600	\$1,600	\$1,250	\$1,250

### CBOT OTC Cash Settled Ethanol Options (76) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,295	\$1,700	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,700	\$1,700	\$1,500	\$1,500

### CBOT OTC Ethanol Forward Month Swap (71) - All Months

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Decrease	\$2,295	\$1,700	\$2,025	\$1,500
Hedge/Member	Decrease	\$1,700	\$1,700	\$1,500	\$1,500

## CBOT Energy Products Inter-Commodity Spread Rates

### CBOT OTC Ethanol Forward Month Swap (71) vs. CBOT Ethanol Futures (EH) (2:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	50.00%	50.00%	65.00%	65.00%

### CBOT OTC Ethanol Forward Month Swap (71) vs. Corn (CBOT) (C) (1:1)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spread Credit Rate	Increase	40.00%	40.00%	65.00%	65.00%

**In addition, the following spreads will no longer be offered:**

- CME Cash-Settled Butter Futures (CB) vs. Class IV Milk (DK)
- CME Cash-Settled Butter Futures (CB) vs. Nonfat Dry Milk (NF)
- Butter (DB) vs. Class IV Milk (DK)
- Butter (DB) vs. Nonfat Dry Milk (NF)