

Advisory Notice

Clearing House

08-290

TO: Clearing Member Firms
Back Office Managers

FROM: CME Clearing

SUBJECT: **Performance Bond Requirement Changes – Effective Friday, October 24th**

DATE: Thursday, October 23, 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 **Friday, October 24th, 2008.**

CBOT Interest Rate Futures Outright Rates

30 Year Swap (CBOT) (I3)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$4,995	\$3,700	\$5,940	\$4,400
Hedge/Member	Increase	\$3,700	\$3,700	\$4,400	\$4,400

CME Currency Futures Outright Rates

Canadian Dollar (CD)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$2,835	\$2,100	\$3,510	\$2,600
Hedge/Member	Increase	\$2,100	\$2,100	\$2,600	\$2,600

Cross Rate Australian Dollar/Canadian Dollar (AC)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	CAD8,775	CAD6,500	CAD10,935	CAD8,100
Hedge/Member	Increase	CAD6,500	CAD6,500	CAD8,100	CAD8,100

Cross Rate British Pound/Japanese Yen (BY)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	¥1,080,000	¥800,000	¥1,755,000	¥1,300,000
Hedge/Member	Increase	¥800,000	¥800,000	¥1,300,000	¥1,300,000

Cross Rate British Pound/Swiss Franc (BF)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	CHF7,290	CHF5,400	CHF8,640	CHF6,400
Hedge/Member	Increase	CHF5,400	CHF5,400	CHF6,400	CHF6,400

Cross Rate Canadian Dollar/Japanese Yen (CY)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	¥1,147,500	¥850,000	¥1,350,000	¥1,000,000
Hedge/Member	Increase	¥850,000	¥850,000	¥1,000,000	¥1,000,000

Cross Rate Euro FX /Polish Zloty (Z)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	EUR4,590	EUR3,400	EUR5,400	EUR4,000
Hedge/Member	Increase	EUR3,400	EUR3,400	EUR4,000	EUR4,000

Cross Rate Euro FX/Japanese Yen (RY)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	¥810,000	¥600,000	¥1,080,000	¥800,000
Hedge/Member	Increase	¥600,000	¥600,000	¥800,000	¥800,000

Cross Rate Euro FX/Swedish Krona (KE)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	SEK17,550	SEK13,000	SEK25,650	SEK19,000
Hedge/Member	Increase	SEK13,000	SEK13,000	SEK19,000	SEK19,000

Cross Rate Euro FX/Swiss Franc (RF)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	CHF3,375	CHF2,500	CHF3,510	CHF2,600
Hedge/Member	Increase	CHF2,500	CHF2,500	CHF2,600	CHF2,600

Cross Rate EuroFX/British Pound (RP)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	£1,890	£1,400	£2,025	£1,500
Hedge/Member	Increase	£1,400	£1,400	£1,500	£1,500

Cross Rate Swiss Franc/Japanese Yen (SJ)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	¥675,000	¥500,000	¥1,080,000	¥800,000
Hedge/Member	Increase	¥500,000	¥500,000	¥800,000	¥800,000

Japanese Yen (JY)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$4,320	\$3,200	\$4,860	\$3,600
Hedge/Member	Increase	\$3,200	\$3,200	\$3,600	\$3,600

New Zealand Dollar (NE)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$3,105	\$2,300	\$3,645	\$2,700
Hedge/Member	Increase	\$2,300	\$2,300	\$2,700	\$2,700

Norwegian Krone (UN)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$14,850	\$11,000	\$18,900	\$14,000
Hedge/Member	Increase	\$11,000	\$11,000	\$14,000	\$14,000

Polish Zloty (PZ)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$9,990	\$7,400	\$11,880	\$8,800
Hedge/Member	Increase	\$7,400	\$7,400	\$8,800	\$8,800

South African Rand (RA)

Rate Type	Change	Current Initial	Current Maintenance	New Initial	New Maintenance
Spec	Increase	\$5,535	\$4,100	\$6,075	\$4,500
Hedge/Member	Increase	\$4,100	\$4,100	\$4,500	\$4,500